Notice of Annual Update to the Transmission Cost Adjustment Filed with the North Dakota Public Service Commission

On July 15, 2022, Montana-Dakota Utilities Co. (Montana-Dakota) filed an application with the North Dakota Public Service Commission (Commission) to update its Transmission Cost Adjustment (TCA) rates in accordance with the Company's Transmission Cost Adjustment Rate 59 tariff that states the rates will be revised annually to reflect the current level of costs to be recovered.

The proposed TCA rates include North Dakota's allocation of transmission related net expenses assessed by both the Midcontinent Independent System Operator (MISO) and the Southwest Power Pool (SPP) for transmissionrelated services currently not being recovered through the Company's electric service rates, the inclusion of specified transmission related capital projects, and a projected over-recovery of the deferred TCA balance.

Montana-Dakota has requested the proposed TCA rates be effective with service rendered on and after November 1, 2022, subject to Commission review and approval. The changes are only being proposed at this time and, if rates are suspended by the Commission, the new rates will not be effective until Commission action has been taken.

If approved, a residential customer using 894 KWh will see a decrease of \$0.87 per month or a decrease of \$10.44 annually. The TCA is shown as a separate line item on your bill.

Notice of Annual Update to the Transmission Cost Adjustment (Cont.)

RESIDENTIAL & SMALL GENERAL

Applicable Rate Schedules	10, 13, 16, 20, 25, & 40
Proposed Rate	\$0.00704 per Kwh
Current Rate	\$0.00801 per Kwh
Change	(\$0.00097) per Kwh

LARGE GENERAL & CONTRACTS

Applicable Rate Schedules	. 30, 31, 32, 38, & 48
Proposed Rate	\$0.00562 per Kwh
Current Rate	\$0.00636 per Kwh
Change	. (\$0.00074) per Kwh

LIGHTING

Applicable Rate Schedules	41 & 52
Proposed Rate	\$0.00351 per Kwh
Current Rate	\$0.00360 per Kwh
Change	. (\$0.00009) per Kwh

For more information, please contact a Montana-Dakota representative at 1-800-638-3278.



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