

PROPANE PRICE OUTLOOK WINTER 2022-23

Propane prices for the upcoming winter heating season (November-March) are expected to be higher than last winter. Montana-Dakota Utilities' customers can expect their bills to increase an average of 20%, or \$222 over last year if we experience average temperatures. This increase is due in large part to the slow return of regional oil and gas production, of which propane is a byproduct. Typically, the most influential factor affecting customer bills is if the weather varies significantly from average temperatures. **The cost of propane is a direct pass-through and does not increase Montana-Dakota's profits.**

Montana-Dakota purchases propane supplies from regional wholesale suppliers and secures supplies at the lowest possible price. The cost of the propane is passed on to the customer with no markup by Montana-Dakota.

The price outlook for this year's heating season assumes no serious supply disruptions or extreme weather impacts on supply and demand. Montana-Dakota continues to be committed to providing our customers safe and reliable service.

Montana-Dakota encourages customers to use energy wisely and continue individual conservation efforts. Included in this insert are energy-saving tips for the winter heating season, as well as information regarding Montana-Dakota's Balanced Billing program.

For customers anticipating payment difficulties, call to make payment arrangements or to be directed to available energy assistance programs in your area, 800-638-3278.

ENERGY-SAVING TIPS

Install a programmable setback thermostat. This can be an effective way to control heating costs, allowing the thermostat to be set for a cooler temperature while you are away from home and at night while you are sleeping.

Check the furnace filter frequently and replace or clean it as needed.

A humidifier can help control heating costs because the moist air will feel warmer, allowing the thermostat to be set at a lower temperature.

Adjust register openings in the home. Remember that heat rises, so registers should be partially closed upstairs.

Use draperies, blinds, curtains or shutters on all windows to slow the loss of heat through the glass. Keep window coverings open on sunny days to let in the sun's warmth.

Rearrange furniture, placing it next to inside walls and away from windows. Avoid blocking registers with furniture, draperies or carpet.

Use kitchen, bath and other ventilating fans sparingly. In just one hour, these fans can exhaust a houseful of warm air.

Make sure the mountings on ceiling fans are snug and tight. Use clear caulking to seal any leaks or minor cracks around them.

Purchase inexpensive, pre-cut insulation gaskets and seal out cold air entering the home through electrical switches and outlet plates.

Closets and cabinets on outside walls can leak a great deal of cold air, so make sure the doors fit snugly and keep them closed.

11/2022





THE UNEXPECTED HAPPENS—IT'S OK TO ASK FOR HELP

Is your household challenged to make ends meet?

For customers having difficulty keeping up with heating bills, assistance is available.

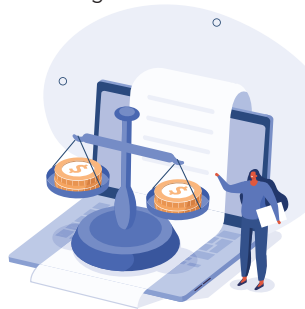
Please call us so we can direct to available assistance in your area, 800-638-3278.

TAKE THE GUESSWORK OUT OF BUDGETING Balanced Billing provides customers a way to avoid the highs and lows associated with normal monthly billing. This plan helps take the guesswork out of budgeting for your utility bills.

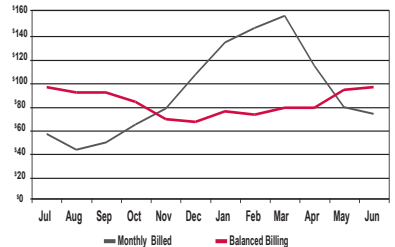
HOW BALANCED BILLING WORKS A balanced monthly bill is computed by taking an average of your propane or electric usage during the previous 11 months and the current month's usage. Current energy rates are then applied to this average monthly usage to calculate the current payment due. Averaging usage over the year can reduce large cost fluctuations from extreme weather conditions.

UTILITY BILL COMPARISON EXAMPLES:

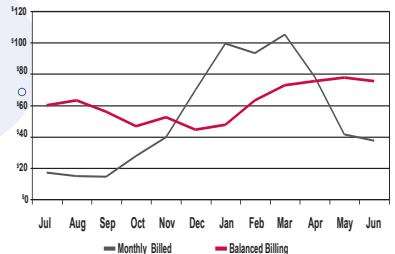
The graphs illustrate the fluctuation of a customer's normal monthly bill compared to a Balanced Billing average.



PROPANE & ELECTRIC BILL COMPARISON



PROPANE ONLY BILL COMPARISON



TO SIGN UP FOR BALANCED BILLING, call 800-638-3278 or visit www.montana-dakota.com.