



TRANSMISSION COST RECOVERY RIDER Effective May 1, 2023

On March 1, 2023, Montana-Dakota Utilities Co. (Montana-Dakota) filed an application with the South Dakota Public Utilities Commission (Commission) to update its Transmission Cost Recovery Rider (TCRR) rate in accordance with the Company's Transmission Cost Recovery Rider Rate 59 tariff that states the rates will be revised annually to reflect the projected costs to be recovered through the next year. The TCRR rate includes South Dakota's allocation of transmission related revenues, credits, and expenses assessed by both the Midcontinent Independent System Operator (MISO) and the Southwest Power Pool (SPP) for transmission service, not currently recovered through electric service rates and a true-up amount from the current TCRR rate and certain other select projects benefitting South Dakota customers currently in service that are not recovered through base rates.

On April 17, 2023, the Commission approved the Company's request to update the TCRR rate with the new rate effective May 1, 2023. The Transmission Cost Rider is shown as a separate line item on your electric bill.

The table below provides a comparison of a residential customer's summer bill at the current rate of \$0.01734 per Kwh and the new TCRR rate of \$0.01632 per Kwh, excluding taxes. A typical residential customer using 853 Kwh would see a decrease of \$0.87 per month, or \$10.44 annually.

<u>Kwh</u>	<u>Current Rate</u>	<u>New Rate</u>	<u>Change</u>	<u>Percent Change</u>
500	70.08	69.57	(0.51)	(0.73%)
600	82.55	81.94	(0.61)	(0.74%)
700	95.03	93.31	(0.72)	(0.76%)
800	106.01	105.20	(0.81)	(0.76%)
900	115.51	114.59	(0.92)	(0.80%)
1,000	124.99	123.97	(1.02)	(0.82%)

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



INFRASTRUCTURE RIDER

Effective May 1, 2023

On March 1, 2023, Montana-Dakota Utilities Co. (Montana-Dakota) filed an application with the South Dakota Public Utilities Commission (Commission) to update its Infrastructure Rider (IR) rate in accordance with the Company's Infrastructure Rider Rate 56 tariff that states the rates will be revised annually to reflect the projected costs to be recovered through the next year. The IR rate includes South Dakota's allocation of the Company investment in the Thunder Spirit Wind Project, a true-up amount from the current IR rate and the revenue requirement associated with certain transmission projects in its projected 2023 costs.

On April 18, 2023, the Commission approved the Company's request to update the IR rate with the new rate effective May 1, 2023. The Infrastructure Rider is shown as a separate line item on your electric bill.

The table below provides a comparison of the residential customer's winter bill at the current rate of \$0.00646 per Kwh and the new IR rate of \$0.00523 per Kwh, excluding taxes. A typical residential customer using 853 Kwh would see a decrease of \$1.05 per month, or \$12.60 annually.

<u>Kwh</u>	<u>Current Rate</u>	<u>New Rate</u>	<u>Change</u>	<u>Percent Change</u>
500	70.18	69.57	(0.61)	(0.87%)
600	82.68	81.94	(0.74)	(0.90%)
700	95.17	94.31	(0.86)	(0.90%)
800	106.19	105.20	(0.99)	(0.93%)
900	115.69	114.59	(1.10)	(0.95%)
1,000	125.20	123.97	(1.23)	(0.98%)

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