

Notice of Annual Update to the Renewable Resource Cost Adjustment with the North Dakota Public Service Commission

On February 23, 2018, Montana-Dakota Utilities Co. (Montana-Dakota) filed an application with the North Dakota Public Service Commission (Commission) to update its Renewable Resource Cost Adjustment (RRCA) rates in accordance with the Company's Renewable Resource Cost Adjustment Rate 55 tariff that states the rates will be revised annually to reflect the most recent projected level of costs to be recovered.

The proposed Renewable Resource Cost Adjustment rates include North Dakota's allocation of the Company's investments in its three wind facilities (Diamond Willow, Cedar Hills, and Thunder Spirit) currently not being recovered through the Company's electric service rates and the amortization of the over-recovered RRCA balance through 2017.

If approved, a typical residential customer using 894 Kwh will see a decrease of \$0.31 per month. The RRCA is shown as a separate line item on your bill.

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

RESIDENTIAL & SMALL GENERAL

Applicable Rate Schedules ..	10, 13, 16, 20, 25, & 40
Current Rate	\$0.00642 per Kwh
Proposed Rate	\$0.00607 per Kwh
Change	(\$0.00035) per Kwh

LARGE GENERAL

Applicable Rate Schedules	30, 31, 32, 38, & 48
Current Rate	\$0.00620 per Kwh
Proposed Rate	\$0.00586 per Kwh
Change	(\$0.00034) per Kwh

LIGHTING

Applicable Rate Schedules	41 & 52
Current Rate	\$0.00557 per Kwh
Proposed Rate	\$0.00526 per Kwh
Change	(\$0.00031) per Kwh

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



MONTANA-DAKOTA
UTILITIES CO.

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