



## Transmission Cost Recovery Rider Rate Increase

Effective January 1, 2017

Xcel Energy has upgraded transmission facilities to help ensure continued safe and reliable service to our South Dakota customers. The South Dakota Public Utilities Commission has approved a Transmission Cost Recovery (TCR) Rider as a separate line item on your monthly electric bill beginning January 1, 2017 to recover the cost of new and modified transmission facilities. The rate factor will increase from \$0.002688 per kWh to \$0.003627 per kWh.

### Residential Electric Service – Winter Month Bill Example

This chart provides a comparison of customer bills by applying the prior TCR rate vs. the new TCR rate. The rate increase described below details the TCR increase only and does not factor in any other rate changes that may be going on concurrently.

| Usage (kWh) | Prior Rates |                  |               |            | New Rates   |                |               |          | Amount of Bill Increase | Percent Increase |
|-------------|-------------|------------------|---------------|------------|-------------|----------------|---------------|----------|-------------------------|------------------|
|             | Other Rates | Prior TCR Factor | Prior TCR     | Prior Bill | Other Rates | New TCR Factor | New TCR       | New Bill |                         |                  |
| 400         | \$51.54     | \$0.002688       | <b>\$1.08</b> | \$52.62    | \$51.54     | \$0.003627     | <b>\$1.45</b> | \$52.99  | \$0.37                  | 0.70%            |
| 500         | \$62.36     | \$0.002688       | <b>\$1.34</b> | \$63.70    | \$62.36     | \$0.003627     | <b>\$1.81</b> | \$64.17  | \$0.47                  | 0.74%            |
| 600         | \$73.19     | \$0.002688       | <b>\$1.61</b> | \$74.80    | \$73.19     | \$0.003627     | <b>\$2.18</b> | \$75.37  | \$0.57                  | 0.76%            |
| 750         | \$89.42     | \$0.002688       | <b>\$2.02</b> | \$91.44    | \$89.42     | \$0.003627     | <b>\$2.72</b> | \$92.14  | \$0.70                  | 0.77%            |
| 1000        | \$116.48    | \$0.002688       | <b>\$2.69</b> | \$119.17   | \$116.48    | \$0.003627     | <b>\$3.63</b> | \$120.11 | \$0.94                  | 0.79%            |
| 2000        | \$224.70    | \$0.002688       | <b>\$5.38</b> | \$230.08   | \$224.70    | \$0.003627     | <b>\$7.25</b> | \$231.95 | \$1.87                  | 0.81%            |

## DSM Cost Adjustment Factor Increase

Effective January 1, 2017

Xcel Energy offers a variety of load management and demand side management (DSM) programs to our South Dakota customers to help them reduce their home's usage. The South Dakota Public Utilities Commission has approved a new Demand Side Management (DSM) Cost Adjustment Factor as a separate line item on your monthly electric bill to recover the cost of our load management and DSM programs. Beginning January 1, 2017, the rate factor will increase from \$0.000448 per kWh to \$0.000504 per kWh.

### Residential Electric Service – Winter Month Bill Example

This chart provides a comparison of customer bills by applying the prior DSM rate vs. the new DSM rate. The rate increase described below details the DSM increase only and does not factor in any other rate changes that may be going on concurrently.

| Usage (kWh) | Prior Rates |                  |               |            | New Rates   |                |               |          | Amount of Bill Increase | Percent Increase |
|-------------|-------------|------------------|---------------|------------|-------------|----------------|---------------|----------|-------------------------|------------------|
|             | Other Rates | Prior DSM Factor | Prior DSM     | Prior Bill | Other Rates | New DSM Factor | New DSM       | New Bill |                         |                  |
| 400         | \$52.44     | \$0.000448       | <b>\$0.18</b> | \$52.62    | \$52.44     | \$0.000504     | <b>\$0.20</b> | \$52.64  | \$0.02                  | 0.04%            |
| 500         | \$63.48     | \$0.000448       | <b>\$0.22</b> | \$63.70    | \$63.48     | \$0.000504     | <b>\$0.25</b> | \$63.73  | \$0.03                  | 0.05%            |
| 600         | \$74.53     | \$0.000448       | <b>\$0.27</b> | \$74.80    | \$74.53     | \$0.000504     | <b>\$0.30</b> | \$74.83  | \$0.03                  | 0.04%            |
| 750         | \$91.10     | \$0.000448       | <b>\$0.34</b> | \$91.44    | \$91.10     | \$0.000504     | <b>\$0.38</b> | \$91.48  | \$0.04                  | 0.04%            |
| 1000        | \$118.72    | \$0.000448       | <b>\$0.45</b> | \$119.17   | \$118.72    | \$0.000504     | <b>\$0.50</b> | \$119.22 | \$0.05                  | 0.04%            |
| 2000        | \$229.18    | \$0.000448       | <b>\$0.90</b> | \$230.08   | \$229.18    | \$0.000504     | <b>\$1.01</b> | \$230.19 | \$0.11                  | 0.05%            |

You may examine the new rate riders by visiting our website at [xcelenergy.com/sdrates](http://xcelenergy.com/sdrates).  
 If you have further questions, please contact Xcel Energy at **800.895.4999**.