

## Proposed Customer Bill Notice

### Transmission Cost Recovery Rider Rate Decrease Effective January 1, 2018

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, 2018 to recover the cost of new and modified transmission facilities. The rate factor will decrease from \$0.003627 per kWh to \$0.003175 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 Decrease	Percent Decrease
	Other Rates	Prior TCR Factor	Prior TCR	Prior Bill	Other Rates	New TCR Factor	New TCR	New Bill		
400	\$51.51	\$0.003627	<b>\$1.45</b>	\$52.96	\$51.51	\$0.003175	<b>\$1.27</b>	\$52.78	(\$0.18)	-0.34%
500	\$62.32	\$0.003627	<b>\$1.81</b>	\$64.13	\$62.32	\$0.003175	<b>\$1.59</b>	\$63.91	(\$0.22)	-0.34%
600	\$73.13	\$0.003627	<b>\$2.18</b>	\$75.31	\$73.13	\$0.003175	<b>\$1.91</b>	\$75.04	(\$0.27)	-0.36%
750	\$89.35	\$0.003627	<b>\$2.72</b>	\$92.07	\$89.35	\$0.003175	<b>\$2.38</b>	\$91.73	(\$0.34)	-0.37%
1000	\$116.39	\$0.003627	<b>\$3.63</b>	\$120.02	\$116.39	\$0.003175	<b>\$3.18</b>	\$119.57	(\$0.45)	-0.37%
2000	\$224.53	\$0.003627	<b>\$7.25</b>	\$231.78	\$224.53	\$0.003175	<b>\$6.35</b>	\$230.88	(\$0.90)	-0.39%

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**.