

# Infrastructure Rider Effective May 1, 2020

On February 28, 2020, 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's investment in the Thunder Spirit Wind Project, and a true-up amount from the current IR rate. The rate includes the revenue requirement associated with the Thunder Spirit Wind Project and certain transmission projects benefitting South Dakota customers currently in service or expected to be in service in 2020.

On \_\_\_\_\_, 2020, the Commission approved the Company's request to update the IR rate with the new rate effective May 1, 2020. 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 \$0.00774 per Kwh and the new IR rate of \$0.00841 per Kwh, excluding taxes. A typical residential customer using 853 Kwh would see an increase of \$0.57 per month, or \$6.84 annually.

<u>Kwh</u>	<u>Current</u> <u>Rate</u>	<u>New</u> <u>Rate</u>	<u>Change</u>	<u>Percent</u> <u>Change</u>
500	65.79	66.13	0.34	0.52%
600	77.45	77.86	0.41	0.53%
700	89.14	89.61	0.47	0.53%
800	99.31	99.85	0.54	0.54%
900	108.00	108.60	0.60	0.56%
1,000	116.67	117.34	0.67	0.57%

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