

Infrastructure Rider Effective _____

On October 31, 2025, Montana-Dakota Utilities Co. (Montana-Dakota) filed its application with the South Dakota Public Utilities Commission (Commission) to update its Infrastructure Rider (IR) Rate 58 in accordance with the Company's 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 costs related to the closure of three of the Company's power plants, a revenue requirement associated with certain transmission projects benefiting South Dakota customers currently in service or expected to be service in 2026, and a true-up amount from the current IR rate. The costs proposed to be recovered are not recovered in the Company's base rates.

On _____, the Commission approved the Company's request to update the IR rate with the new rate effective _____. 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 \$0.00261 per kWh and the new IR rate of \$0.01093 per kWh, excluding taxes. A typical residential customer using 900 kWh would see an increase of \$7.49 per month, or \$89.88 annually.

kWh	Bill under Prior Rate **	Bill under New Rate**	Change	Percent Change
500	76.12	80.28	4.16	5.47%
600	89.30	94.29	4.99	5.59%
700	102.48	108.30	5.82	5.68%
800	114.16	120.81	6.65	5.83%
900	124.35	131.84	7.49	6.02%
1,000	134.52	142.84	8.32	6.18%

Sample Bill amounts calculated using rates approved at the time of filing which may differ from the approved rates at the time final bill inserts are created

For more information, please contact a Montana-Dakota representative at:

1-800-638-3278.