

## NOTICE OF SMALL VOLUME NATURAL GAS DELIVERY RATE INCREASE

Recently, the South Dakota Public Utilities Commission (SDPUC) approved MidAmerican Energy's first natural gas delivery rate increase since 2015. On March 28, 2023, the SDPUC authorized a rate increase of \$5.9 million, which is a 20.1% increase in base rates, or a 5.4% increase in the total bill including the cost of gas. These percentages are annual averages based on all revenue classes in our service territory.

This modest increase will support recent natural gas system improvement costs and also fund planned infrastructure and safety improvements. The projects will help serve a growing South Dakota customer base, relocate natural gas facilities to accommodate road work and fund projects designed to enhance safety.

MidAmerican is committed to remaining a low-cost natural gas provider, controlling expenses and helping our customers save money by using natural gas efficiently.

Although the exact dollar amount will vary depending on a customer's natural gas usage levels, the average increase in the natural gas bill for a small volume customer will be:

Usage (Therms)	Prior Rates	New Rates	Amount of Increase	Percent Increase
10	\$17.50	\$19.13	\$1.63	9.31%
25	\$31.76	\$33.95	\$2.19	6.90%
50	\$55.52	\$58.65	\$3.13	5.64%
100	\$103.04	\$108.04	\$5.00	4.85%
150	\$150.56	\$157.44	\$6.88	4.57%
200	\$198.09	\$206.83	\$8.74	4.41%

*The exact percentage that individual customers will see over a 12-month period is likely to vary from this average percentage and will fluctuate from month to month based on a customer's natural gas consumption.*

The charts in this notice outline the final rates approved by the SDPUC.

### CAPITAL INVESTMENT PHASE-IN ADJUSTMENT

A Capital Investment Phase-in Adjustment Clause will be applied to your bill for the purpose of phasing in the approved rate increase in multiple steps. This factor, which initially reduces your bill by \$0.01252/therm, will be in effect from April 1, 2023, until MidAmerican places in service natural gas facilities currently under construction, through December 31, 2023. MidAmerican will make quarterly filings to update this factor to reflect the placement of facilities in service and will submit a final report for commission review no later than March 15, 2024.

## INTERIM RATES REFUND

Pending the SDPUC's decision, MidAmerican implemented its proposed natural gas delivery rates on an interim basis effective November 15, 2022. Since the final rate increase is less than the interim rate increase, the difference will be refunded as a credit on your bill with 7% annual interest for natural gas service consumed from November 15, 2022, through March 31, 2023. The refund will appear as a separate line item on your bill. It will be issued after May 1, 2023.

## BUDGET BILLING PLAN AND PAYMENT ASSISTANCE

Enroll in the Budget Billing Plan by logging in to your My Account at [www.midamericanenergy.com](http://www.midamericanenergy.com) to help manage your budget with the convenience of a predictable monthly bill. If you do not have an online account, start one as a new user. If you are having trouble paying your bill, please contact us right away at 888-427-5632. We can discuss a payment arrangement that will allow you to pay over time.

For more information, call 888-427-5632, or visit [www.midamericanenergy.com/rates-tariffs](http://www.midamericanenergy.com/rates-tariffs) to view MidAmerican's gas tariffs for South Dakota.

### Small Volume Natural Gas Rates

SVS - Small Volume (Residential and Non-Residential)	Prior Rate	New Rate
Basic Service Charge	\$5.00	\$6.25
Meter Class Charge per Meter	*	*
Distribution Charge, 1st 250 Therms	\$0.18203	\$0.21951
Distribution Charge, > 250 Therms	\$0.13448	\$0.16457

*Meter class charge will depend on the size of the meter	Prior Rate	New Rate
Size 1 (Up to 675 cubic feet/hour)	\$3.00	\$3.00
Size 2 (Over 675 to 3,000 cubic feet/hour)	\$10.00	\$15.00
Size 3 (Over 3,000 to 11,000 cubic feet/hour)	\$40.00	\$40.00
Size 4 (Over 11,000 cubic feet/hour)	\$75.00	\$70.00