

**MONTANA-DAKOTA UTILITIES CO.  
GAS UTILITY - SOUTH DAKOTA  
DSM PERFORMANCE FINANCIAL INCENTIVE  
FOR 2026 PROGRAM YEAR**

	<u>Incentive</u>
Total Costs Incurred 1/	\$80,770
Authorized Return 2/	8.305%
Calculated Incentive	\$6,708
Incentive Achieved 3/	\$7,205

1/ Exhibit 3, page 3. Does not include the DSM incentive authorized in Docket No. NG25-001.

2/ Authorized return, adjusted for taxes as established in Docket No. NG23-014.

3/ Incentive range authorized in Docket No. NG09-001. Incentive minimum and cap authorized in Docket No. NG14-007, Exhibit 5.

	<u>Ratio</u>	<u>Cost</u>	<u>Weighted Cost</u>	<u>Adjustment for Taxes</u>
Long-Term Debt				
Short-Term Debt				
Common Equity				
Total	100.000%		<u>7.021%</u>	<u>8.305%</u>
Minimum Incentive		\$7,205		
Incentive Cap		11,968		
Tax Rate		21.00%		
Inverse		79.00%		
Inverse of Tax Rate For Revenue Increase		78.88150%	0.1185%	
SD Gross Revenue Tax		\$0.0015		