

Notice of Annual Energy Adjustment True-up

The Energy Adjustment line item on your monthly electric bill includes the forecasted Energy Adjustment. The Energy Adjustment is the forecasted cost of fuel (including transportation) and forecasted cost of energy purchased to supplement our own power plants, less those forecasted fuel-related costs recovered through sales. These energy costs pass through to our customers without markups, so we don't profit from them.

Once a year we compare actual costs to forecasted costs for the prior calendar year and compute a rate that true-up the difference. A true-up adjustment is a customer credit or surcharge depending on if the costs recovered through sales are higher or lower than the forecasted fuel related costs.

The Minnesota Public Utilities Commission in Docket No. E017/AA-23-181, approved a charge of \$0.00030 per kilowatt-hour for January 1, 2024 through December 31, 2024 due to under-collection of costs.

This charge will be included as part of the monthly Energy Adjustment on customer bills from September 1, 2025, through August 31, 2026.

For more information, contact us at **800-257-4044** or visit **otpc.com**.

