Notice of Annual Energy Adjustment True-up

The Energy Adjustment line item on your monthly electric bill includes the forecasted Energy Adjustment. We calculate the forecasted Energy Adjustment by adding the forecasted cost of fuel, including transportation, and forecasted energy purchases to supplement our own power plants and subtract forecasted fuel-related costs recovered through sales. These energy costs are passed through to customers without a markup, so we don't profit from them.

Once a year we compare actual to forecasted costs for the prior calendar year and compute a rate that trues-up the difference.

As approved in the Minnesota Public Utilities Commission's July 5, 2022, Order in Docket No. E017/AA-20-462, the January 1 through December 31, 2021, under-collection results in a four-month charge of \$.0008 per kilowatt-hour. This charge will be part of the monthly Energy Adjustment on customer bills from September 1, 2022, through December 31, 2022.

For more information call Customer Service at **800-257-4044** or visit **otpco.com**.

