



A Subsidiary of MDU Resources Group, Inc.

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May 1, 2026

Executive Secretary
North Dakota Public Service Commission
600 E. Boulevard Ave., Dept. 408
Bismarck, ND 58505-0480

**Re: Earnings Sharing Refund Plan
Case No. PU-26-___**

Montana-Dakota Utilities Co. (Montana-Dakota) herewith electronically submits its filing to the North Dakota Public Service Commission (Commission) regarding earnings sharing pursuant to the Commission's June 6, 2023 Order (June 6 Order) in Case No. PU-22-194. Also enclosed are an original and seven copies.

The June 6 Order, Point 3, requires Montana-Dakota to file, with its annual report, the achieved return on equity for the prior year and a refund plan to the extent the return on equity exceeds 10 percent. The Order further provides that 70 percent of the earnings which produce a return on equity above 10 percent shall be refunded to North Dakota electric customers.

As shown in the attached Exhibit 1, Montana-Dakota's 2025 Annual Report of Electric Operations, also filed on May 1, 2026, shows realized North Dakota regulated earnings of \$55.6 million on an average rate base of \$958.6 million, producing a return on equity of 6.684 percent. Because the achieved return on equity for 2025 did not exceed 10 percent, no earnings sharing refund is required under the June 6 Order.

Accordingly, Montana-Dakota is not proposing an earnings sharing refund for calendar year 2025.

Please contact me at 701.954.9072 or tyler.culbertson@mdu.com with any questions.

Sincerely,

A handwritten signature in black ink, appearing to read 'Tyler J. Culbertson', is written over a light blue horizontal line.

Tyler J Culbertson
Director of Regulatory Affairs

Attachment

**MONTANA-DAKOTA UTILITIES CO.
OPERATING INCOME AND RETURNS
ELECTRIC UTILITY - NORTH DAKOTA
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2025**

	2025 Actual W/O Reserve	Reserved Earnings Sharing	2025 Reported Results	Revenue Above 10% ROE	70% Sharing Above 10% ROE
Operating Revenues					
Sales / Reserve	\$281,170,800	(108,502)	\$281,062,298	\$0	\$0
Operating Expenses					
Operation and Maintenance	\$182,723,068		\$182,723,068		
Gain on Environmental Credit	(\$1,161,546)		(\$1,161,546)		
Depreciation	44,646,949		44,646,949		
Taxes Other Than Income	8,708,171		8,708,171		
Income Taxes	(9,425,590)	(\$26,480)	(9,452,070)	0	0
Total Expenses	\$225,491,052	(\$26,480)	\$225,464,572		
Operating Income	\$55,679,748	(\$82,022)	\$55,597,726	\$55,679,748	\$55,679,748
Rate Base	<u>\$958,590,073</u>		<u>\$958,590,073</u>	\$958,590,073	\$958,590,073
Rate of Return	5.809%		5.800%	5.809%	5.809%
Return on Equity	6.701%		6.684%	6.701%	6.701%