



PRESTON PUBLIC UTILITIES NOTICE OF UTILITY RATE INCREASE

At the regular Public Utility Commission meeting on December 11, 2018, the commission voted to raise the electric base and kWh charges by 3% and residential and commercial sewer base and use charges by 10%. This increase will be effective February 1, 2019. The average residential customer will see an increase in their monthly utility bill of \$1.93 for electric and \$2.62 for sewer. The reasons for the rate increases are proposed capital improvements to the electric and sewer systems. For more information, please contact the PPU office at 507-765-2491.

Average PPU residential customer is billed for 536kWh of electricity and 3,021 gallons of water/sewer usage per month based on billing statistics for the twelve months ending November 30, 2018.

Electric - 3% rate revenue increase

Residential customer base charges and use (kWh) charges will increase 3%
Commercial customer base charges and use (kWh) charges will increase 3%
Industrial use customer demand charges and use (kWh) charges will increase 3%

Water – no increase

Sewer - 10% rate revenue increase

Residential and Commercial customer base charges and usage will increase 10%

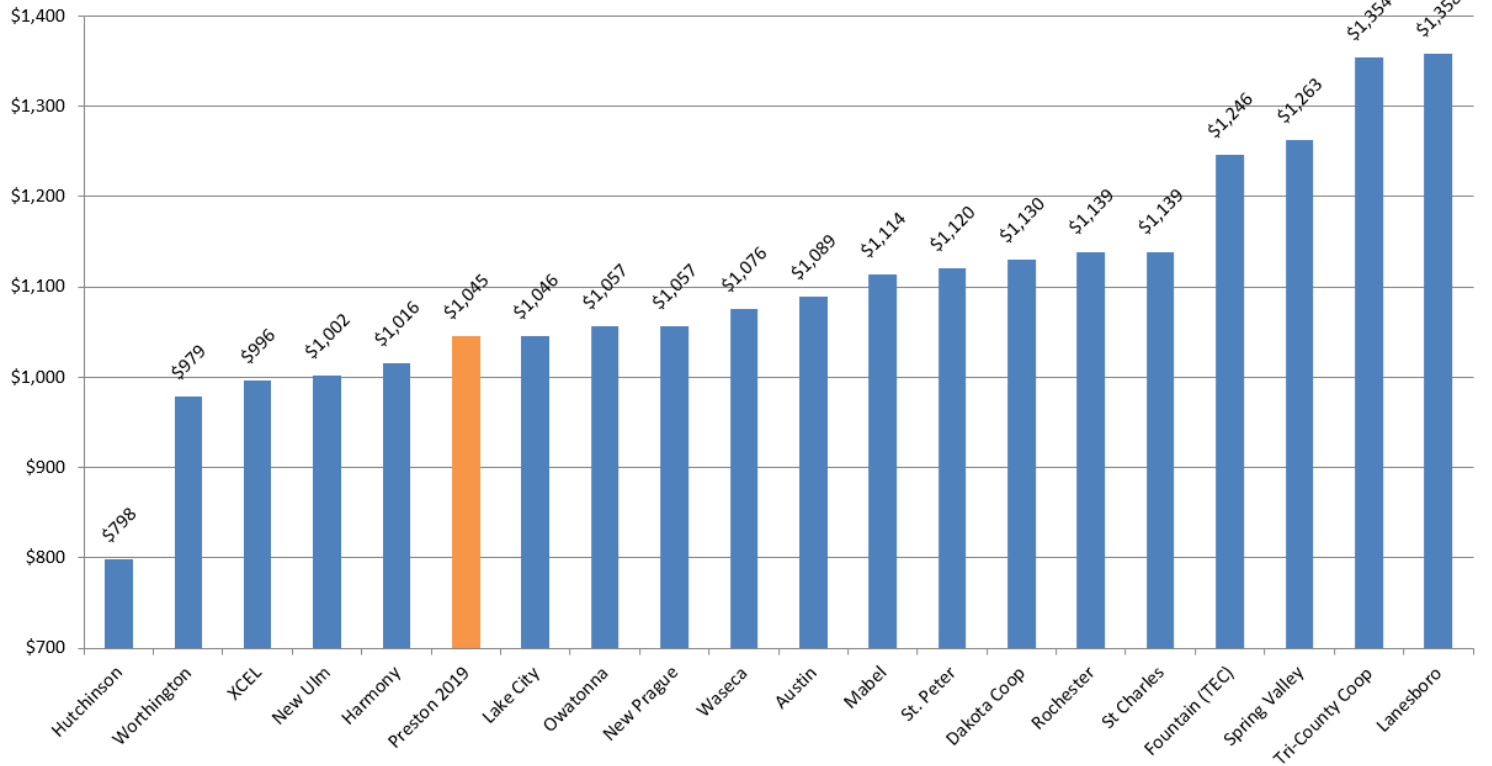
Please see the utility rate comparisons on the next page

Utility Cost Comparison

The data on these graphs has not been verified and represents an approximation of utility costs in various communities

Annual Electric Service Cost

2017 - Residential - 8,257 kwh



Annual Water & Sewer Service Cost

(Based on 2016 Rate Data)

Residential - 60,000 gal

