



400 North Fourth Street  
Bismarck, ND 58501  
(701) 222-7900

July 18, 2016

Ms. Patricia Van Gerpen  
Executive Director  
South Dakota Public Utilities Commission  
State Capitol Building  
500 East Capitol  
Pierre, SD 57501-5070

Re: Fuel and Purchased Power Adjustment  
August 2016

Dear Ms. Van Gerpen:

Montana-Dakota Utilities Co. (Montana-Dakota), a Division of MDU Resources Group, Inc., herewith respectfully files its fuel and purchased power adjustment (F&PP) pursuant to its Rate 58.

Base Fuel	\$0.02524
Fuel and Purchased Power Adjustment	(0.00862)
Total FPPA	<u>\$0.01662</u>

Exhibit A is the 2<sup>nd</sup> Revised Sheet No. 27.2 showing the proposed Fuel and Purchased Power Adjustment to be effective with service rendered on and after August 1, 2016 unless the Commission otherwise orders.

Exhibit B, page 1 summarizes the fuel and purchase power adjustment calculated pursuant to the terms of Rate 58 authorized in Docket No. EL15-024 that will apply during the month of August 2016. Pages 2-4 show the calculation of the adjustment for August 2016. The cost of fuel and purchased power reflects a four month historical average.

The net effect of this F&PP adjustment is an increase of 0.095 cents per Kwh for service rendered in the month of August 2016 from currently effective rates.

Sincerely,

A handwritten signature in dark ink, appearing to read 'Tamie A. Aberle', is written over the typed name.

Tamie A. Aberle  
Director of Regulatory Affairs

Attachment