

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

August 17, 2018

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

Re: Fuel and Purchased Power Adjustment  
September 2018

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 (F&PP) adjustment pursuant to its Rate 58.

Base Fuel	\$0.02524
Fuel and Purchased Power Adjustment	<u>(0.00223)</u>
Total	\$0.02301

Exhibit A is the 27<sup>th</sup> Revised Sheet No. 27.2 showing the proposed Fuel and Purchased Power Adjustment to be effective with service rendered on and after September 1, 2018, pursuant to Commission approval.

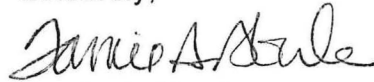
Exhibit B, page 1 summarizes the fuel and purchase power adjustment calculated pursuant to the terms of Rate 58 authorized in Docket No. EL15-024. The total F&PP adjustment is 2.301 cents per Kwh that will apply during the month of September 2018. Pages 2 through 4 show the calculation of the adjustment which is based on a four month historical average cost of fuel and purchased power.

The net effect of this F&PP adjustment is an increase from currently effective rates of 0.218 cents per Kwh for service rendered in the month of September 2018.

All of Montana-Dakota's retail electric customers in South Dakota will be affected by this proposal. There were 8,571 customers in South Dakota as of July 31, 2018.

If you have any questions regarding this filing, please contact me at (701) 222-7856 or Tamie.Aberle@mdu.com.

Sincerely,

A handwritten signature in black ink that reads "Tamie A. Aberle". The signature is written in a cursive style with a large initial "T" and "A".

Tamie A. Aberle

Director of Regulatory Affairs

Attachment