

Line	Description	South Dakota Electric Amount		Pro Forma Adjustment
		Rate Increase	Annualized Ebill	
	(a)	(b)	(c)	(d)
1	Accepted Company Proposed Adjustments			
2	Steam Production	\$ 2		\$ 2
3	Other Production	1		1
4	Transmission	-		-
5	Distribution	3		3
6	Customer Accounting	786		786
7	Sales	-		-
8	A&G	133		133
9	Total	\$ 925		\$ 925
10				
11	Staff Proposed Adjustment			
12	Customer Accounting			
13	Ebill annualized to October 2015		\$ (1,431)	\$ (1,431)
14	Work shown below			
15				
16	Total Adjustment			
17	Steam Production	\$ 2	\$ -	\$ 2
18	Other Production	1	-	1
19	Transmission	-	-	-
20	Distribution	3	-	3
21	Customer Accounting	786	(1,431)	(645)
22	Sales	-	-	-
23	A&G	133	-	133
24	Total	\$ 925	\$ (1,431)	\$ (506)
25				
26	Work			
27		<u>Ebill customers</u>		
28	Updated Annualized 2014 Ebill (Oct. 2015)	83,016		
29	Total 2014 Ebills	47,021		
30	Increase in Ebills	35,995		
31				
32	% Electric Customers	10.17%		
33	2015 Postage Rate	0.391		
34	Decrease in postage	\$ 1,431		

Sources:

Column b, lines 2 through 8: Statement Workpapers, page H-103
Column d, lines 2 through 8: Sum of column b and c, lines 2 through 8.
Column d, line 9: Sum of column d, lines 2 through 8
Column c and d, line 13: From column b, line 34
Column b, lines 17 through 24: From column b, lines 2 through 9
Column c, line 21: From column c, line 13
Column d, lines 17 through 23: Sum of column b and c, lines 17 through 23.
Column d, line 24: Sum of column d, lines 17 through 23
Column b, lines 29, 32, and 33: Statement Workpapers, page H-105
Column b, line 28: DR 6-17. October 2015 monthly Ebill customers * 12
Column b, line 30: Line 28 less Line 29

Montana-Dakota Utilities Co.
Docket EL15-024
Postage Adjustment
Adjusted Test Year Ended December 31, 2014

Exhibit____(LMR-1)
Schedule 2
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Column b, line 34: Product of lines 30, 32, and 33