LAW OFFICES

MAY, ADAM, GERDES & THOMPSON LLP

503 SOUTH PIERRE STREET P.O. BOX 160

PIERRE, SOUTH DAKOTA 57501-0160

SINCE 1881 www.magt.com

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OF COUNSEL DAVID A. GERDES CHARLES M. THOMPSON

GLENN W. MARTENS 1881-1963 KARL GOLDSMITH 1885-1966 BRENT A. WILBUR 1949-2006

TELEPHONE 605 224-8803 TELECOPIER 605 224-6289

Writer's E-mail: brett@magt.com

Patty Van Gerpen, Executive Director South Dakota Public Utilities Commission 500 E. Capitol Pierre, SD 57501

RE: NG 12-008

Montana Dakota 2012 Gas Rate Case

Our File:0069

Dear Mrs. VanGerpen:

ROBERT B. ANDERSON

DOUGLAS A. ABRAHAM KARA C. SEMMLER

TIMOTHY M. ENGEL

MICHAEL F. SHAW

BRETT KOENECKE CHRISTINA L. KLINGER

JUSTIN L. BELL

On behalf of Montana Dakota Utilities, we report that the recent negotiations with staff regarding the above referenced case have been fruitful. We are currently working on a stipulation to present to the Commission for its consideration. Today is our deadline for submitting rebuttal testimony. We are not planning to do so at this time and will work towards putting the settlement in place for the Commission to consider. We do not waive our rebuttal testimony however; in the event that settlement falls through, we will provide that to the Commission for its consideration. We thank you for your consideration and hope to resolve this docket in the very near future.

Very truly yours.

MAY, ADAM, GERDES & THOMPSON LLP

BRETT KOENECKE

BK/sjs

Cc: Kristen Edwards

Clients (by email)