BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF SOUTH DAKOTA

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In the Matter of the Application of MONTANA-DAKOTA UTILITIES CO. for Authority to Increase Rates for Natural Gas Service in South Dakota

Docket No. NG23-___

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APPLICATION AND NOTICE

Montana-Dakota Utilities Co., (hereinafter referred to as "Montana-Dakota", "Applicant", or "Company") submits this application to the South Dakota Public Utilities Commission for authority to increase rates for natural gas service in South Dakota. The Applicant in the above-entitled proceeding respectfully submits the following Application and Notice, tariffs, and information in support thereof.

In support of its Application, Montana-Dakota respectfully states the following:

١.

Montana-Dakota is a Delaware corporation duly authorized to do business in the State of South Dakota as a foreign corporation, and that it is doing business in the State of South Dakota as a public utility.

II.

The Company's Certificate of Incorporation and Amendments thereto have previously been filed with the South Dakota Public Utilities Commission ("PUC" or "Commission"). Such Certificate and Amendments are hereby incorporated by reference.

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III.

That Applicant's full name and post office address are:

Montana-Dakota Utilities Co. 400 North Fourth Street Bismarck, North Dakota 58501

IV.

That the following described rate schedules presently on file with and

approved by the Commission are attached hereto as Appendix A.

SDPUC Volume No. 2	Description
Section 1	
9 th Revised Sheet No. 1	Table of Contents
6 th Revised Sheet No. 1.1	Table of Contents
Section 2	
2 nd Revised Sheet No. 1	Preliminary Statement
Original Sheet No. 1.1	Preliminary Statement
Section 3	
182 nd Revised Sheet No. 1	Rate Summary Sheet
7 th Revised Sheet No. 2	Residential Gas Service Rate 60
Original Sheet No. 2.1	Residential Gas Service Rate 60
Original Sheet Nos. 3-4	Reserved for Future Use
1 st Revised Sheet Nos. 5-5.1	Reserved for Future Use
Original Sheet No. 6	Reserved for Future Use
2 nd Revised Sheet Nos. 7-7.1	Reserved for Future Use
Original Sheet Nos. 6-10	Reserved for Future Use
6 th Revised Sheet No. 11	Firm General Gas Service Rate 70
4 th Revised Sheet No. 11.1	Firm General Gas Service Rate 70
5 th Revised Sheet No. 12	Small Interruptible General Gas Service Rate 71
1 st Revised Sheet No. 12.1	Small Interruptible General Gas Service Rate 71
Original Sheet No. 12.2	Small Interruptible General Gas Service Rate 71
8 th Revised Sheet No. 13	Optional Seasonal General Gas Service Rate 72
4 th Revised Sheet No. 13.1	Optional Seasonal General Gas Service Rate 72
Original Sheet Nos. 14-15	Reserved for Future Use
Original Sheet No. 16	North Deadwood Expansion Area Surcharge Rate 75
Original Sheet No. 16.1	North Deadwood Expansion Area Surcharge Rate 75
1 st Revised Sheet No. 17	Reserved for Future Use
2 nd Revised Sheet No. 17.1	Reserved for Future Use

Original Sheet Nos. 18-21 3rd Revised Sheet No. 22 6th Revised Sheet No. 22.1 1st Revised Sheet No. 22.2 2nd Revised Sheet No. 22.3 1st Revised Sheet Nos. 22.4-22.7 1st Revised Sheet No. 22.8 Original Sheet Nos. 23-25 6th Revised Sheet No. 26 1st Revised Sheet No. 26.1 Original Sheet No. 26.2 1st Revised Sheet Nos. 27-27.7 3rd Revised Sheet Nos. 28-28.1 5th Revised Sheet No. 29 1st Revised Sheet No. 29.1 3rd Revised Sheet No. 29.2 Original Sheet No. 29.3 2nd Revised Sheet No. 29.4 1st Revised Sheet No. 29.5 4th Revised Sheet No. 30 2nd Revised Sheet No. 30.1 3rd Revised Sheet No. 30.2 2nd Revised Sheet Nos. 30.3-30.5 18th Revised Sheet No. 31 Section 4 10th Revised Sheet No. 1 Section 5 2nd Revised Sheet No. 1 4th Revised Sheet No. 1.1 2nd Revised Sheet No. 1.2 3rd Revised Sheet No. 1.3 2nd Revised Sheet Nos. 1.4-1.12 4th Revised Sheet Nos. 1.13-1.16 3rd Revised Sheet Nos. 1.17-1.18 4th Revised Sheet No. 1.19 Original Sheet No. 1.20 Original Sheet No. 2 1st Revised Sheet No. 3 Original Sheet Nos. 4-18

Reserved for Future Use Transportation Service Rates 81, 82 **Reserved for Future Use** Reserved for Future Use Large Interruptible General Gas Service Rate 85 Large Interruptible General Gas Service Rate 85 Large Interruptible General Gas Service Rate 85 Reserved for Future Use **Distribution Delivery Stabilization Mechanism Rate 87** Purchased Gas Cost Adjustment Rate 88 Reserved for Future Use Reserved for Future Use Reserved for Future Use Reserved for Future Use Conservation Program Tracking Mechanism Rate 90

List of Gas Contracts with Deviations

Table of Contents General Provisions Rate 100 Table of Contents General Provisions Rate 100 Reserved for Future Use Reserved for Future Use Reserved for Future Use 2nd Revised Sheet No. 19 Original Sheet No. 19.1 Original Sheet Nos. 20-20.5 Original Sheet No. 21 1st Revised Sheet No. 21.1 Original Sheet Nos. 22-23 1st Revised Sheet No. 24 Original Sheet Nos. 25-33 Original Sheet Nos. 34-34.3 Original Sheet Nos. 35-35.2 Section 6 2nd Revised Sheet No. 1 2nd Revised Sheet Nos. 2-3 2nd Revised Sheet No. 4 3rd Revised Sheet No. 4.1 3rd Revised Sheet No. 5 1st Revised Sheet No. 6 3rd Revised Sheet No. 7 3rd Revised Sheet No. 7.1 2nd Revised Sheet No. 8 1st Revised Sheet No. 8.1 2nd Revised Sheet No. 9 2nd Revised Sheet No. 10 2nd Revised Sheet No. 11 Original Sheet No. 11.1 2nd Revised Sheet No. 12 3rd Revised Sheet No. 13 2nd Revised Sheet No. 14 Original Sheet No. 14.1 Original Sheet No. 14.2 2nd Revised Sheet No. 15 Original Sheet No. 15.1 3rd Revised Sheet No. 16 1st Revised Sheet Nos. 17-17.3 Original Sheet No. 17.4 2nd Revised Sheet No. 18

Interruptible Gas Service Extension Policy Rate 119 Interruptible Gas Service Extension Policy Rate 119 Firm Gas Service Extension Policy Rate 120 Reserved for Future Use Reserved for Future Use Reserved for Future Use New Installation, Replacement, Relocation and Repair of Gas Service Lines Rate 124 Reserved for Future Use Rules and Policies for Implementing Master Metering **Restrictions Rate 134** Meter Data and Privacy Policy Rate 140 Consumer's Deposit Receipt **Reserved for Future Use** Standard Customer Bill Standard Customer Bill **Disconnect Notice** Reserved for Future Use **Customer Reference Guide** Additional Information To Customers Discontinuance Notice for Unauthorized Use of Service **Reserved for Future Use** Third Party Notice Disconnection of Service for Causes Other Than Nonpayment of Bills **Continuous Service Agreement Continuous Service Agreement Reserved for Future Use** Guarantee of Payment for Natural Gas and/or Electric Service By a Second Party in Lieu of a Deposit **Customer's Agent Authorization Form** Customer's Agent Authorization Form **Customer's Agent Authorization Form** Consent to Disclose Utility Energy Usage Information Consent to Disclose Utility Energy Usage Information Final Notice Prior to Disconnect Interruptible General Gas Service Agreement Interruptible General Gas Service Agreement

Reserved for Future Use

1 st Revised Sheet Nos. 19-19.4	Gas Transportation Agreement
1 st Revised Sheet Nos. 19.5-19.7	Reserved for Future Use
1 st Revised Sheet Nos. 20-20.1	Customers Agreement for Gas Extension
3 rd Revised Sheet No. 21	Reserved for Future Use
2 nd Revised Sheet No. 21.1	Reserved for Future Use
2 nd Revised Sheet No. 22	Reserved for Future Use
1 st Revised Sheet No. 23	Warning Notice
2 nd Revised Sheet No. 24	Reserved for Future Use
2 nd Revised Sheet Nos. 25-25.4	Reserved for Future Use

V.

Montana-Dakota respectfully hereby files the following described proposed

rate schedules for natural gas service, copies attached hereto as Appendix B,

which substitute for the rate schedules as noted below. The following described

proposed rate schedules are proposed to be effective on a final basis in this docket.

SDPUC Volume No. 3	Description
Section 1	
Original Sheet Nos. 1-1.1	Table of Contents
Section 2	
Original Sheet Nos. 1-1.1	Preliminary Statement
Section 3	
To be submitted on final	Rate Summary Sheet
disposition of the rate application	
Original Sheet Nos. 2-2.1	Residential Gas Service Rate 60
Original Sheet Nos. 3-10	Reserved for Future Use
Original Sheet Nos. 11-11.1	Firm General Gas Service Rate 70
Original Sheet Nos. 12-12.2	Small Interruptible General Gas Service Rate 71
Original Sheet Nos. 13-13.1	Optional Seasonal General Gas Service Rate 72
Original Sheet No. 14	Reserved for Future Use
Original Sheet Nos. 15-15.1	Firm General Contracted Demand Service Rate 74
Original Sheet Nos. 16-16.1	North Deadwood Expansion Area Surcharge Rate 75
Original Sheet Nos. 17-21	Reserved for Future Use
Original Sheet Nos. 22-22.7	Transportation Service Rates 81, 82
Original Sheet Nos. 23-25	Reserved for Future Use
Original Sheet Nos. 26-26.2	Large Interruptible General Gas Service Rate 85
Original Sheet No. 27	Reserved for Future Use
Original Sheet Nos. 28-28.1	Distribution Delivery Stabilization Mechanism Rate 87

Original Sheet Nos. 29-29.5 Original Sheet No. 30 Original Sheet No. 31 Section 4 Original Sheet No. 1 Section 5 Original Sheet Nos. 1-1.21 Original Sheet Nos. 2-12 Original Sheet Nos. 13-13.1 Original Sheet Nos. 14-18 Original Sheet Nos. 19-19.1 Original Sheet Nos. 20-20.5 Original Sheet Nos. 21-23 Original Sheet No. 24 Original Sheet Nos. 25-33 Original Sheet Nos. 34-34.3 Original Sheet Nos. 35-35.2 Section 6 Original Sheet No. 1 Original Sheet No. 2 Original Sheet No. 3 Original Sheet No. 4 Original Sheet No. 5 Original Sheet Nos. 6-6.1 Original Sheet No. 7 **Original Sheet No. 8** Original Sheet No. 9 Original Sheet No. 10 Original Sheet No. 11 Original Sheet Nos. 12-12.2 Original Sheet No. 13 Original Sheet Nos. 14-14.2 Original Sheet Nos. 15-15.1 Original Sheet Nos. 16-16.1 Original Sheet Nos. 17-17.4 Original Sheet No. 18 Original Sheet Nos. 19-19.4 Original Sheet Nos. 20-20.1 Original Sheet No. 21

Purchased Gas Cost Adjustment Rate 88 Reserved for Future Use Conservation Program Tracking Mechanism Rate 90

List of Gas Contracts with Deviations

General Provisions Rate 100 Reserved for Future Use Summary Billing Plan Rate 115 Reserved for Future Use Interruptible Gas Service Extension Policy Rate 119 Firm Gas Service Extension Policy Rate 120 Reserved for Future Use New Installation, Replacement, Relocation and Repair of Gas Service Lines Rate 124 Reserved for Future Use Rules and Policies for Implementing Master Metering Restrictions Rate 134 Meter Data and Privacy Policy Rate 140

Past Due Reminder Letter First Reminder Notice (Closed Account) Final Notice (Closed Account) **Disconnection Notice** Final Notice - Winter Letter Standard Customer Bill **Customer Reference Guide** Additional Information To Customers Third Party Notice Final Notice Prior to Disconnect Door Tag Service Disconnected Door Tag **Continuous Service Agreement** Guarantee of Payment for Natural Gas and/or Electric Service By a Second Party in Lieu of a Deposit **Customer's Agent Authorization Form** Consent to Disclose Utility Energy Usage Information Authorization Form for Aggregated/Anonymized **Energy Consumption Data** Interruptible General Gas Service Agreement Request for Gas Service Line Gas Transportation Agreement Customers Agreement for Gas Extension Rate 119 Change to Firm General Gas Service Rate 70

Original Sheet Nos. 22-22.1

Original Sheet No. 23 Original Sheet Nos. 24-25 Application for Gas Service North deadwood Expansion Rate 75 Notice of Hazardous Conditions - Gas Reserved for Future Use

VI.

That the existing rates of Montana-Dakota are unjust, unreasonable and not compensatory. The new rates will allow Montana-Dakota an opportunity to fully recover its costs of providing natural gas service and to earn a just and reasonable rate of return on its natural gas property devoted to providing service to its South Dakota natural gas customers.

VII.

The new rates contained herein will provide additional revenues in the annual amount of \$7,420,480 based on a 2022 test year, adjusted for known and measurable changes, for natural gas service rendered to customers in South Dakota. This request amounts to a 11.2 percent increase over current natural gas rates.

VIII.

Filed concurrently with this Application and Notice and its Appendices are supporting Statements and Direct Testimony and Exhibits of Montana-Dakota's witnesses showing the existing rates are unjust, unreasonable, and not compensatory, and that the new rates are just, reasonable, and compensatory.

IX.

This Application and Notice is submitted in accordance with the provisions

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of South Dakota Codified Laws, Chapter 49-34A and the rules and regulations promulgated by the Public Utilities Commission of the State of South Dakota and the filing guidelines of the Public Utilities Commission.

WHEREFORE, Applicant respectfully requests that the Public Utilities Commission of the State of South Dakota:

- Approve and adopt the proposed rate changes as set forth in Appendix B of this Application to be effective upon final disposition of this docket;
- Expedite any hearing which the Commission deems necessary to determine the propriety of Applicant's proposed rate schedules set forth herein, and issue its final order establishing the rates set forth herein; and
- Grant such other and additional relief as the Commission shall deem just and proper.

Dated August 15, 2023.

MONTANA-DAKOTA UTILITIES CO.

Garret Senger Executive Vice President - Regulatory Affairs, Customer Service & Administration Montana-Dakota Utilities Co. 400 North Fourth Street Bismarck, North Dakota 58501

Garret Senger, being first duly sworn, deposes and says that he is the Executive Vice President of Regulatory Affairs, Customer Service & Administration of Montana-Dakota Utilities Co. that he has read the foregoing Application and Notice, knows the contents thereof, and that the same is true and correct to the best of his knowledge, information, and belief.

Dated August 15, 2023.

enje Garret Senger

Executive Vice President - Regulatory Affairs, Customer Service & Administration Montana-Dakota Utilities Co. 400 North Fourth Street Bismarck, North Dakota 58501

OF COUNSEL:

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