





Ms. Patricia Van Gerpen Executive Director SD Public Utilities Commission 500 East Capital Avenue Pierre, SD 57501-5070

Re: Territory Exception, Hamlin County

Dear Ms. Van Gerpen:

The purpose of this letter is to request approval from the Public Utilities Commission allowing H-D Electric Cooperative, Inc. (H-D Electric) to provide three phase electrical service to a new grain storage facility located in the assigned service territory of Estelline Municipal Utility (EMU). Exhibit A is the letter from EMU to H-D Electric requesting the exemption. Exhibit B shows the location of service compared to H-D Electric facilities.

This service requires three phase service. EMU does not have a three phase line close to the service while H-D Electric has a three phase line located 1000 feet more or less from the point of desired service. The estimated cost for H-D Electric to provide a three phase service to the site is \$16,723.00 with the customer's contribution being \$5,000.00.

Mr. Ron Gorder approached the City of Estelline at the August 5, 2015 Council meeting and made the request to have H-D serve this load after meeting with EMU personnel because of locations of existing three phase facilities to serve this load. This service exception is only for the three phase service. The service site is located at 46587 SD Hwy 28, Estelline, SD 57234, with the following legal description, the East Half of the Northwest Quarter (E1/2NW1/4) in Section Twenty-five (25), Township One Hundred Thirteen (113) North, Range Fifty-one (51), West of the 5th P.M., Estelline Township, Hamlin County, South Dakota.

Thank you for your consideration of this request, should you have any questions or require additional information please give me a call.

Sincerely,

Mary Saathoff Finance Officer