

**BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF SOUTH DAKOTA**

IN THE MATTER OF THE FILING BY)
MONTANA-DAKOTA UTILITIES CO., A)
SUBSIDIARY OF MDU RESOURCES GROUP)
INC., UPDATE TO INFRASTRUCTURE RIDER)
(IR) RATE 56 AND REQUEST FOR WAIVER)
OF FUEL AND PURCHASE POWER)
ADJUSTMENT RATE 58)

**ORDER APPROVING
INFRASTRUCTURE
RIDER RATE AND TARIFF
REVISION**

EL25-039

On October 31, 2025, the South Dakota Public Utilities Commission (Commission) received a petition from Montana-Dakota Utilities Co. (MDU or Company) for approval of an out-of-period update to its Infrastructure Rider (IR) Rate, pursuant to the terms of MDU's IR Rate 56 tariff. MDU requests this out-of-period update to more closely match the purchase and impending in service date of the Badger Wind facility. MDU is also requesting a waiver of the Fuel and Purchase Power Adjustment (FPPA) Rate 58 tariff to allow the Company to include the Production Tax Credits (PTC) resulting from the purchase of the Badger Wind Project in the IR Rate 56. MDU proposes an IR rate of \$0.01093 per kWh for the rate period covered by this filing, which is an increase of \$0.00832 per kWh from the rate authorized in the last IR filing. The IR Rate 56 tariff requires MDU to update the IR annually with updates effective May 1 of each year. However, in this filing, MDU requests approval effective with service rendered on and after March 1, 2026. MDU proposes these costs to be recovered over a 14-month period from March 1, 2026, through April 30, 2027. A typical residential customer using 900 kWh would see an increase of approximately \$7.50 per month.

On November 6, 2025, the Commission electronically transmitted notice of the filing and the intervention deadline of November 21, 2025, to interested individuals and entities on the Commission's PUC Weekly Filings listserv. No petitions to intervene or comments were filed. On November 20, 2025, the Commission issued an Order Assessing Filing Fee; Order Authorizing Executive Director to Enter into Consulting Contracts; Order Granting Waiver. On June 23, 2026, Commission staff filed its memorandum in this matter.

The revised tariff sheet effective for service rendered on and after July 1, 2026, is as follows:

State of South Dakota
Electric Rate Schedule - SDPUC Volume No. 3

Section No. 3

2nd Revised Sheet No.

25

Canceling 1st Revised Sheet No. 25

The Commission has jurisdiction over this matter pursuant to SDCL Chapter 49-34A, specifically 49-34A-4, 49-34A-6, 49-34A-8, 49-34A-10, 49-34A-12, 49-34A-73 through 49-34A-78, inclusive, and ARSD Chapter 20:10:13.

At its regularly scheduled meeting on June 30, 2026, the Commission considered this matter. Commission staff recommended approval, as outlined in its memorandum, of the approved Infrastructure Rider rate of \$0.01093 per kWh and the revised tariff sheet. Finding the request to be just and reasonable, the Commission voted unanimously to approve MDU's request.

It is therefore

ORDERED, that the Infrastructure Rider Rate of \$0.01093 per kWh and the revised tariff sheet set forth above are hereby approved effective July 1, 2026.

Dated at Pierre, South Dakota, this 30 day of June 2026.

CERTIFICATE OF SERVICE

The undersigned hereby certifies that this document has been served today upon all parties of record in this docket, as listed on the docket service list, electronically or by mail.

By: Kristie Feigen

Date: 30 June 2026

BY ORDER OF THE COMMISSION:

Chris Nelson
CHRIS NELSON, Chairman

Kristie Feigen
KRISTIE FEIGEN, Commissioner

Gary Hanson
GARY HANSON, Commissioner