

**Montana-Dakota Utilities Co.  
Gas Utility - South Dakota  
Gas Conservation Tracking Adjustment Rate 90  
Effective March 1, 2017**

	South Dakota
Balance @ December 31, 2015	(\$34,361)
2016 Activity 1/	
Expenses	\$149,295
2015 DSM Incentive	11,730
CTA Recovery	(151,045)
Interest	(151)
Total Activity	\$9,829
2016 DSM Incentive 2/	14,516
Under (Over) recovered balance @ December 31, 2016	(\$10,016)
Projected Activity - January-December 2017	
Expenses 3/	\$198,300
Gas conservation costs to be recovered	\$188,284
Projected Volumes 4/	6,757,605
CTA Rate Effective March 1, 2016	\$0.028

1/ Exhibit 3, Page 2.

2/ Exhibit 4.

3/ Exhibit 5.

4/ Projected volumes for March 1, 2017 through February 28, 2018.

**Montana-Dakota Utilities Co.  
Gas Utility - South Dakota  
Conservation Monthly Account Balances  
2016**

Month	Beginning Balance	Carrying Charge 1/	Current Month Charges	CTA Recovery	(Over)/Under Recovery
Beginning Balance 2/					(\$34,361)
January 2016	(\$34,361)	(\$7)	\$13,681	(\$32,386)	(53,073)
February	(53,073)	(14)	8,925	(26,364)	(70,526)
March	(70,526)	(17)	22,098 3/	(19,490)	(67,935)
April	(67,935)	(13)	14,961	(14,134)	(67,121)
May	(67,121)	(15)	10,576	(10,303)	(66,863)
June	(66,863)	(15)	8,461	(6,038)	(64,455)
July	(64,455)	(16)	7,758	(3,301)	(60,014)
August	(60,014)	(15)	5,938	(3,309)	(57,400)
September	(57,400)	(14)	26,767	(3,739)	(34,386)
October	(34,386)	(9)	15,581	(4,835)	(23,649)
November	(23,649)	(9)	14,116	(8,080)	(17,622)
December	(17,622)	(7)	12,163	(19,066)	(24,532)
Total		<u>(\$151)</u>	<u>\$161,025</u>	<u>(\$151,045)</u>	

1/ Reflects 90-day Treasury Bill rate.

2/ Docket No. NG16-001, Exhibit No. 3, page 2.

3/ Includes DSM incentive amount of \$11,730 authorized in Docket No. NG16-001.

**Montana-Dakota Utilities Co.  
Gas Utility - South Dakota  
Summary of Actual DSM Expenditures  
2016**

	Incentive	No. of Participants	Cost
Residential			
High Efficiency Furnace - 95%+ (new)	\$300	184	\$55,200
High Efficiency Furnace - 95%+ (replacement)	300	229	68,700
Programmable Thermostats	20	196	3,920
Energy Audits		31	11,559
Commercial & Industrial			
High Efficiency Furnace - 95%+ (new)	300	2	600
High Efficiency Furnace - 95%+ (replacement)	300	7	2,100
Custom	1/	0	0
Administrative Costs			6,206
DSM Incentive			11,730
Advertising			1,010
Total South Dakota		649	\$161,025

1/ Rebate levels vary depending on energy efficiency measures implemented.