

**Montana-Dakota Utilities Co.
Gas Utility - South Dakota
Gas Conservation Tracking Adjustment Rate 90
Effective March 1, 2018**

	South Dakota
Balance @ December 31, 2016	(\$24,532)
2017 Activity 1/ Expenses	\$156,614
2016 DSM Incentive	14,516
CTA Recovery	(171,237)
Interest	(435)
Total Activity	(\$542)
2017 DSM Incentive 2/	13,250
Under (Over) recovered balance @ December 31, 2017	(\$11,824)
Projected Activity - January-December 2018 Expenses 3/	\$200,750
Gas conservation costs to be recovered	\$188,926
Projected Volumes 4/	6,599,426
CTA Rate Effective March 1, 2018	\$0.029

1/ Exhibit 3, Page 2.

2/ Exhibit 4.

3/ Exhibit 5.

4/ Projected volumes for March 1, 2018 through February 28, 2019.

**Montana-Dakota Utilities Co.
Gas Utility - South Dakota
Conservation Monthly Account Balances
2017**

Month	Beginning Balance	Carrying Charge 1/	Current Month Charges	CTA Recovery	(Over)/Under Recovery
Beginning Balance 2/					(\$24,532)
January 2017	(\$24,532)	(\$10)	\$15,337	(\$35,341)	(44,546)
February	(44,546)	(19)	6,609	(25,615)	(63,571)
March	(63,571)	(39)	25,384 3/	(22,206)	(60,432)
April	(60,432)	(40)	811	(15,808)	(75,469)
May	(75,469)	(56)	19,520	(11,658)	(67,663)
June	(67,663)	(55)	19,110	(6,661)	(55,269)
July	(55,269)	(49)	15,572	(3,940)	(43,686)
August	(43,686)	(37)	1,713	(3,783)	(45,793)
September	(45,793)	(39)	16,932	(3,804)	(32,704)
October	(32,704)	(29)	9,390	(7,322)	(30,665)
November	(30,665)	(31)	17,091	(14,139)	(27,744)
December	(27,744)	(31)	23,661	(20,960)	(25,074)
Total		<u>(\$435)</u>	<u>\$171,130</u>	<u>(\$171,237)</u>	

1/ Reflects 90-day Treasury Bill rate.

2/ Docket No. NG17-002, Exhibit No. 3, page 2.

3/ Includes DSM incentive amount of \$14,516 authorized in Docket No. NG17-002.

**Montana-Dakota Utilities Co.
Gas Utility - South Dakota
Summary of Actual DSM Expenditures
2017**

	<u>Incentive</u>	<u>No. of Participants</u>	<u>Cost</u>
Residential			
High Efficiency Furnace - 95%+ (new)	\$300	192	\$57,600
High Efficiency Furnace - 95%+ (replacement)	300	241	72,300
Programmable Thermostats	20	217	4,340
Energy Audits		27	9,228
Commercial & Industrial			
High Efficiency Furnace - 95%+ (new)	300	2	600
High Efficiency Furnace - 95%+ (replacement)	300	11	3,300
Custom	1/	1	600
Administrative Costs			6,517
DSM Incentive			14,516
Advertising			2,129
Total South Dakota		<u>691</u>	<u>\$171,130</u>

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