

**Montana-Dakota Utilities Co.
Gas Utility - South Dakota
Gas Conservation Tracking Adjustment Rate 90
Effective March 1, 2019**

	South Dakota
Balance @ December 31, 2017	(\$25,074)
2018 Activity 1/ Expenses	\$152,215
2017 DSM Incentive	13,250
CTA Recovery	(215,115)
Interest	(1,492)
Total Activity	(\$51,142)
Under (Over) recovered balance @ December 31, 2018	(\$76,216)
2018 DSM Incentive 2/	12,878
Projected Activity - January-December 2019 Expenses 3/	\$208,600
Gas conservation costs to be recovered	\$145,262
Projected Volumes 4/	6,723,698
CTA Rate Effective March 1, 2019	\$0.022

1/ Exhibit 3, Page 2 & 3.

2/ Exhibit 4.

3/ Exhibit 5.

4/ Projected volumes for March 1, 2019 through February 28, 2020.

**Montana-Dakota Utilities Co.
Gas Utility - South Dakota
Conservation Monthly Account Balances
2018**

Month	Beginning Balance	Carrying Charge 1/	Current Month Charges	CTA Recovery	(Over)/Under Recovery
Beginning Balance 2/					(\$25,074)
January 2018	(\$25,074)	(\$29)	\$6,659	(\$35,648)	(54,092)
February	(54,092)	(71)	10,679	(29,859)	(73,343)
March	(73,343)	(104)	26,819 3/	(34,600)	(81,228)
April	(81,228)	(119)	7,757	(25,355)	(98,945)
May	(98,945)	(153)	8,150	(15,149)	(106,097)
June	(106,097)	(168)	989	(6,372)	(111,648)
July	(111,648)	(182)	20,867	(4,638)	(95,601)
August	(95,601)	(162)	23,134	(4,335)	(76,964)
September	(76,964)	(137)	13,987	(4,146)	(67,260)
October	(67,260)	(126)	13,342	(10,140)	(64,184)
November	(64,184)	(125)	22,204	(16,729)	(58,834)
December	(58,834)	(116)	10,878	(28,144)	(76,216)
Total		<u>(\$1,492)</u>	<u>\$165,465</u>	<u>(\$215,115)</u>	

1/ Reflects 90-day Treasury Bill rate.

2/ Docket No. NG18-002, Exhibit No. 3, page 2.

3/ Includes DSM incentive amount of \$13,250 authorized in Docket No. NG18-002.

**Montana-Dakota Utilities Co.
Gas Utility - South Dakota
Summary of Actual DSM Expenditures
2018**

	<u>Incentive</u>	<u>No. of Participants</u>	<u>Cost</u>
Residential			
Furnaces - 95+% AFUE - New	\$300	157	\$47,100
Furnaces - 95+% AFUE - Replacement	300	229	68,700
Programmable Thermostats - Tier 1	15	87	1,335
Programmable Thermostats - Tier 2	60	135	7,820
Energy Audits		24	10,583
Commercial & Industrial			
High Efficiency Furnace - 95%+ (new)	300	6	1,800
High Efficiency Furnace - 95%+ (replacement)	300	7	2,100
Custom	1/	0	0
Administrative Costs			12,777
Advertising			0
Total Program South Dakota		<u>645</u>	<u>\$152,215</u>
DSM Incentive			13,250
Total South Dakota			<u>\$165,465</u>

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