A Subsidiary of MDU Resources Group, Inc.

400 North Fourth Street Bismarck, ND 58501 (701) 222-7900

February 21, 2020

Ms. Patricia Van Gerpen Executive Director South Dakota Public Utilities Commission State Capitol Building 500 East Capitol Pierre, SD 57501

Re:

Finals Tariffs

Docket No. NG20-001

Dear Ms. Van Gerpen:

Montana-Dakota Utilities Co. herewith electronically submits the following tariff sheets reflecting an effective date of service rendered on and after March 1, 2020 in accordance with the Commission's Decision on February 18, 2020.

Natural Gas Rate Schedule - Section 3

- 155th Revised Sheet No. 1
- 15th Revised Sheet No. 31

The Company has also included a copy of the Customer Notice bill insert to be included with the customers' bills.

Please contact me at 701-222-7856 with any questions regarding the attached tariff sheets.

Sincerely,

Tamie A. Aberle

Director of Regulatory Affairs

Attachments



State of South Dakota Gas Rate Schedule - SDPUC Volume No. 2

Section No. 3

155th Revised Sheet No. 1

Canceling 154th Revised Sheet No. 1

Page 1 of 1

RATE SUMMARY SHEET

Distribution Sheet **Basic Service** Delivery **PGA Items** Total Charge Rate Schedule No. CTA COG Surcharge **Total COG** Rate/ Dk Charge \$3.811 Residential Rate 60 2 \$0.30 per day \$1.836 \$0.008 (\$0.148)\$3.663 \$5.507 Firm General Service Rate 70 11 Meters rated < 500 cubic feet \$0.55 per day \$0.930 \$0.008 \$3.811 (\$0.148)\$3.663 \$4.601 Meters rated > 500 cubic feet \$1.68 per day \$1.147 \$0.008 \$3.811 (\$0.148)\$3.663 \$4.818 (Maximum) (Maximum) \$0.235 \$2.908 Small Interruptible Gas Rate 71 12 \$0.342 \$2.331 \$2.566 \$180.00 per month Optional Seasonal Gas Service Rate 72 13 \$0.930 \$0.008 \$3.961 (\$0.148)\$3.813 \$4.751 Meters rated < 500 cubic feet \$0.55 per day \$0.008 \$3.961 (\$0.148)\$3.813 \$4.968 Meters rated > 500 cubic feet \$1.68 per day \$1.147 22 **Transportation Service** Small Interruptible Rate 81 \$180.00 per month \$0.342 \$0.342 Maximum \$0.047 Minimum \$0.047 Large Interruptible Rate 82 \$275.00 per month \$0.191 \$0.191 Maximum \$0.036 Minimum \$0.036 (Maximum) (Maximum) \$0.235 \$2.566 \$2.757 Large Interruptible Gas Rate 85 26 \$275.00 per month \$0.191 \$2.331

Date Filed: February 21, 2020

Effective Date:

March 1, 2020

Issued By: Tamie A. Aberle

Director - Regulatory Affairs

Docket No.: NG20-001

Montana-Dakota Utilities Co. A Subsidiary of MDU Resources Group, Inc. 400 N 4th Street Bismarck, ND 58501

State of South Dakota Gas Rate Schedule – SDPUC Volume No. 2

Section No. 3

15th Revised Sheet No. 31

Canceling 14th Revised Sheet No. 31

CONSERVATION PROGRAM
TRACKING MECHANISM Rate 90

Page 1 of 1

Applicability:

This rate schedule represents a Conservation Program Tracking Mechanism and specifies the procedure to be utilized to recover the costs of a portfolio of conservation programs, as authorized by the Commission, including a DSM financial performance incentive. Service provided under the Company's Residential Service Rate 60 and Firm General Service Rates 70 and 72 shall be subject to this tracking mechanism.

Conservation Program Tracker:

An adjustment per dk will be determined for each rate schedule subject to the Conservation Program Tracking Mechanism. Monthly bills beginning with the first billing cycle each March 1 will be adjusted by the application of the Conservation Tracking Adjustment rate indicated below. The total program costs including the DSM financial incentive will be amortized over projected volumes to be sold over the next 12 month period. Following the initial one-year term, and annually thereafter, the Conservation Program Tracker rate calculation shall include any over or under collection of revenue from the preceding twelve month recovery period plus carrying costs on the monthly over or under collected amount. Montana-Dakota will apply carrying charges at the rate of interest for a three-month Treasury Bill as published monthly by the Federal Reserve for the preceding month.

Conservation Tracking Adjustment:

\$0.008

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Date Filed:

January 29, 2020

Effective Date:

Service rendered on and after March 1, 2020

Issued By:

Tamie A. Aberle

Director - Regulatory Affairs

Docket No.:

NG20-001

Conservation Program Tracking—Rate 90 Effective Date March 1, 2020

On January 29, 2020, Montana-Dakota Utilities Co. (Montana-Dakota) filed an application with the South Dakota Public Utilities Commission (Commission) to revise its Conservation Program Tracking Mechanism (CTA) pursuant to the terms of the Company's Rate 90 tariff to be effective March 1, 2020.

On February 18, 2020, the Commission approved the Company's request to update the CTA rate with the new rate effective March 1, 2020. The updated rate reflects a projection of the 2020 program expenditures as well as a true up of the 2019 actual expenses. The CTA is shown as a separate line item on your natural gas bill.

The table below provides a comparison of the residential customer's average bill at the current rate of \$0.022 per dk and the new CTA rate of \$0.008 per dk, excluding taxes.

	Current	New		Percent
<u>Dk</u>	<u>Rate</u>	Rate	<u>Change</u>	<u>Change</u>
2	\$20.16	\$20.14	(\$0.02)	(0.10%)
5	36.73	36.66	(0.07)	(0.19%)
8	53.29	53.17	(0.12)	(0.23%)
11	69.85	69.70	(0.15)	(0.21%)
14	86.41	86.21	(0.20)	(0.23%)
16	97.46	97.24	(0.22)	(0.23%)

For more information, please contact a Montana-Dakota representative at 1-800-638-3278.