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March 31, 2023

Via Electronic Filing

Ms. Patricia Van Gerpen
Executive Director
South Dakota Public Utilities Commission
500 East Capitol Avenue
Pierre, SD 57501-5070

RE: APPLICATION OF MIDAMERICAN ENERGY COMPANY FOR AUTHORITY TO INCREASE RATES FOR GAS SERVICE IN SOUTH DAKOTA DOCKET NO. NG22-005

Dear Ms. Van Gerpen:

On March 14, 2023, MidAmerican Energy Company ("MidAmerican") filed a Joint Motion for Approval of Settlement Stipulation and on March 16, 2023, filed its Interim Refund Plan and Customer Notices in Docket No. NG22-005. On March 28, 2023, the South Dakota Public Utilities Commission ("Commission") approved the Settlement Stipulation and Interim Refund Plan with the request that MidAmerican supplement the docket with the following:

- 1) A description of the 2023 projects included in Clause CIPA – Capital Investment Phase-In Adjustment ("Clause CIPA"). Nick Nation, Vice President of Gas Delivery, explained during the Commission's March 28, 2023, meeting that the capital investments included in Clause CIPA are not revenue-producing projects that will enhance the reliability and safety of MidAmerican's gas delivery system. With this letter, MidAmerican confirms that the projects listed in Exhibit 3 to MidAmerican's March 14, 2023, filing are not revenue-producing projects. In addition, as specified in the Settlement Stipulation and the Clause CIPA tariff, MidAmerican will file reports with Commission staff as these projects are put into service and recognized in base rates.
- 2) Revised customer notices including additional language agreed to during the Commission's March 28, 2023, meeting, to clarify the percentage increase to base rates.

In addition to the clarifying language requested by the Commission, MidAmerican identified two minor discrepancies in the calculation of the bill impact tables that were included in the three residential notices for Rates SVS, MVS and NFS. Based on discussions with Commission staff, MidAmerican has recalculated the overall bill impact tables to:

- Reflect a purchased gas adjustment based on test year 2021. The purchased gas adjustment was inadvertently updated to a more recent time period. It has been reset to test year 2021 to be consistent with the value used in the initial customer notices filed with the Commission on June 3, 2022; and

- Remove a meter charge that was inadvertently applied to the bill impact calculations for Rate NFS; meter charges are not applicable to Rate NFS.

Attached for filing, please find the revised customer notices with the additional language and updated bill impact tables as described above.

Please feel free to contact me if you would like additional information.

Sincerely,

/s/ Gretchen Kraemer

Gretchen Kraemer
Senior Attorney

Attachments