

NORTH DAKOTA PUBLIC SERVICE COMMISSION  
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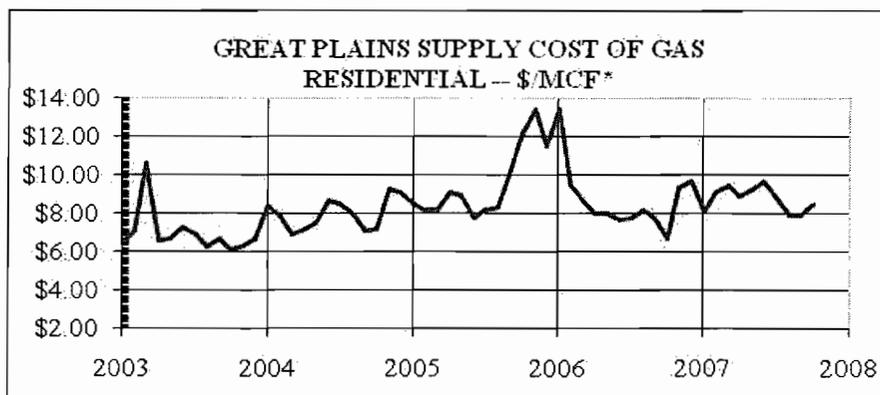
**Great Plains Natural Gas Co.  
October 2007  
Cost of Gas Adjustment**

**PU-07-699  
Filed 10/01/2007**

Great Plains is increasing its cost of gas adjustment to residential customers by \$0.6375 per dekatherm (dk) compared to last month. This Cost of Gas charge will be applied to natural gas bills issued during October 2007.

The cost of gas adjustment on the customer bill will change from \$7.8849 per dk to \$8.5224 per dk.

For residential consumption of 7.5 dk (representative of October), the cost of gas in the bill will be approximately \$4.78 higher than last month and \$14.23 higher than October 2006.



The supply-cost of gas change is due to:

- \$0.5866 per dk increase in the commodity cost of gas.
- \$0.0509 per dk increase in pipeline charges.

The change in commodity cost of gas is attributed to seasonal increase in demand for space heating load and record high oil process. The Energy Information Administration reported storage inventories nationwide as of September 14, 2007 were 8.2% above the five-year average.

The principal sources of natural gas for Wahpeton are the large Western Canadian Sedimentary Basin. For Great Plains, the Cost of Gas for the month is based on the established price for the Alberta Energy Company Ltd. (AECO) Index. The AECO Index is based on the weighted average one month spot price at AECO-Calgary Hub (AECO-C) / Nova Inventory Transfer (NIT) as reported by Natural Gas Exchange (NGX).

The Department of Energy's (DOE) Energy Information Administration (EIA) provides various publications on energy issues. The information is available on the EIA website:  
<http://www.eia.doe.gov>.

As of December 31, 2006, Great Plains served 1,686 residential customers and 2,055 total customers in North Dakota.