

NORTH DAKOTA PUBLIC SERVICE COMMISSION
February 27, 2008

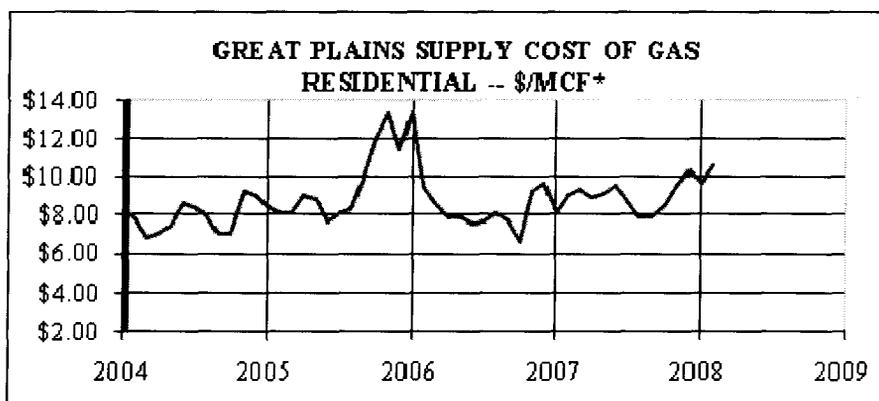
Great Plains Natural Gas Co.
February 2008
Cost of Gas

PU-08-53
Filed 02/01/2008

Great Plains is increasing its cost of gas charge to residential customers by \$1.0015 per thousand cubic feet (mcf) compared to last month. This Cost of Gas charge will be applied to natural gas bills issued during February 2008.

The cost of gas on the customer bill will change from \$9.6874 per mcf to \$10.6889 per mcf.

For residential consumption of 16.1 mcf (representative of February), the cost of gas in the bill will be approximately \$16.12 higher than last month and \$25.58 higher than February 2007.



The supply-cost of gas change is due to:

\$1.0666 per mcf increase in the commodity cost of gas.

\$0.0651 per mcf decrease in pipeline charges.

The change in commodity cost of gas is attributed to cold January temperatures across much of the U.S. resulting in more demand for space heating. The Energy Information Administration reported that, as of January 18, 2008, storage inventories nationwide were 7.4% 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.