

August 9, 2006

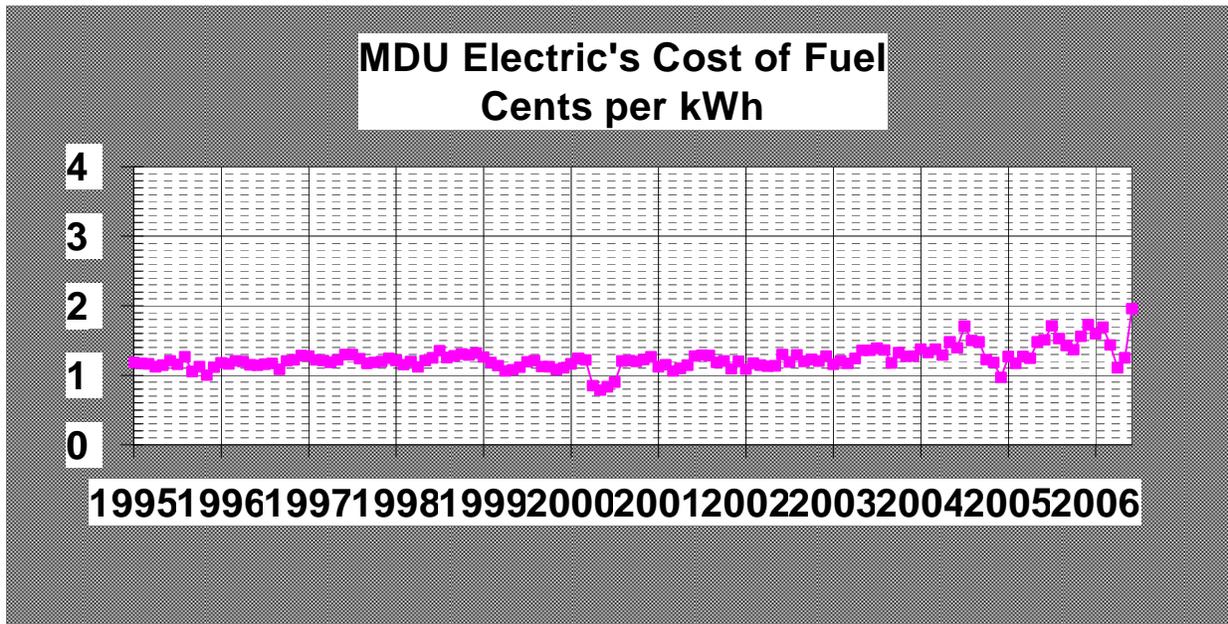
**Montana-Dakota Utilities Co., A Division of
MDU Resources Group, Inc.
August 2006
Fuel Cost Adjustment**

Case No. PU-06-315

MDU increased its electric fuel cost adjustment by 0.710 cents per kWh from -0.054 cents per kWh. The resulting fuel cost adjustment for August is 0.656 cents per kWh.

Combining MDU's Fuel Cost Adjustment with its 1.303 cents per kWh base cost of fuel already included in base tariff rates brings MDU's total average cost of fuel for billing during the month of August to 1.959 cents per kWh as shown on the graph below.

As a result of this change, the electric bill for a typical MDU residential customer consuming 750 kWh per month will increase by \$5.33 for bills rendered in the month of August.



JRL/sdh