

NORTH DAKOTA PUBLIC SERVICE COMMISSION
October 25, 2006

**Montana-Dakota Utilities Co., A Division
of MDU Resources Group, Inc.
November 2006
Cost of Gas Adjust. Propane**

**PU-06-440
Filed 10/11/2006**

MDU is decreasing its Cost of Gas Adjustment by \$1.098 per dekatherm (dk) compared to last month. The Cost of Gas Adjustment will change from \$11.962 per dk to \$10.864 per dk. The revised cost of gas adjustment will be applied to propane gas bills issued during November 2006 to Hettinger customers.

The cost of gas change is due to:

- \$1.098 per dk decrease in the commodity cost of gas.

The commodity cost change is a result of the lowest price MDU obtained from its regional bulk wholesale propane suppliers. The change in the price of propane is generally driven by a combination of crude oil and natural gas prices, weather, demand, and inventory levels.

For residential customer usage of 11.0 dk (representative of November), the cost of propane gas in the bill will be approximately \$12.08 lower than last month and \$30.13 lower than November 2005. There were 322 propane customers in Hettinger as of September 30, 2006.

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

M O T I O N

October 25, 2006

**Montana-Dakota Utilities Co., A Division
of MDU Resources Group, Inc.
November 2006
Cost of Gas Adjustment-Propane**

Case No. PU-06-440

I move the Commission approve Montana-Dakota Utilities Co.'s propane
Cost of Gas adjustment for November 2006, Case No. PU-06-440.

PJF