June 27, 2007

The Public Service Commission convened in the Commission Hearing Room, State Capitol, Bismarck, North Dakota, on June 27, 2007, 10:00 a.m. Present were Commissioners Wefald, Cramer, and Clark.

Mr. Cramer: I move the minutes of June 13, 2007, be approved.

Mr. Clark: I second the motion.

Roll Call: All voting "Aye."

Mr. Cramer: I move the following bills, as reviewed by the Commission, be approved and paid:

Fireside Office Solutions	2,499.00
Brown & Saenger	1,203.08
Brown & Saenger	5,008.15
Brown & Saenger	716.60
Newman Outdoor Advertising	9,425.00
Snavely King Majoros O'Connor & Lee,	5,275.00
Inc.	
Radey Thomas Yon Clark	10,273.61
Liberty Consulting Group	244.51
Alltel	270.39
ND Newspaper Association	151.40
Geray Dozing & Excavating	38,574.69
Annette Bendish	15.00
William Binek	7.50
Susan Wefald	791.36
Kevin Cramer	7.50
City of Watford City	20.00
NARUC – NRRI Dues	3,361.25
Anthony Clark	727.76
Secretary of State of North Dakota	25.00
William Eide	149.33
DOT – 5-07	13,343.46
OMB – training	33.50
Office of Administrative Hearings	952.51
OMB – training	13.50
NDPERS	271.38
OMB – SWICAP	4,560.00
GE Corporate Payment Services	9,141.17
Mr. Clark: I second the motion.	
Roll Call: All voting "Aye."	

Minutes

Bills

Case No. PU-07-200 Montana-Dakota Utilities Co., a Division of MDU City of Hettinger - Airport Public Convenience & Necessity

Case No. PU-06-525 Northern States Power Company Natural Gas Rate Increase Application

Case No. PU-07-191 Terra Utilities Co. Public Heating Utility Public Convenience & Necessity

Case No. PU-07-184 Dakota Gasification Company CO2 Pipeline Siting Application

Case No. PU-07-268 Montana-Dakota Utilities Co., a Division of MDU July 2007 Cost of Gas Adj./Natural Gas

Case No. RC-07-67 Coteau Properties Company Revision 26, Permit NACT-9101 Application Mr. Cramer: I move the Commission adopt the Order and issue a Certificate of Public Convenience and Necessity authorizing Montana-Dakota Utilities Co. to extend electric service to the City of Hettinger Airport, Hettinger, North Dakota, at a location in the NW ¼ of the NE ¼, Section 11, Township 129N, Range 96W, Adams County, North Dakota, Case No. PU-07-200.

Mr. Clark: I second the motion. Roll Call: All voting "Aye."

Mr. Cramer: I move the Commission approve the compliance tariffs filed in compliance with the Commission's order in Northern States Power Company's Natural Gas Rate Increase application, Case No. PU-06-525

Mr. Clark: I second the motion. Roll Call: All voting "Aye."

Mr. Cramer: I move the Commission acknowledge the request of Terra Utilities Co. to withdraw its petition for a certificate of public convenience and necessity, Case No. PU-07-191.

Mr. Clark: I second the motion. Roll Call: All voting "Aye."

Mr. Cramer: I move the Commission adopt the Findings of Fact, Conclusions of Law, and Order in Case No. PU-07-184.

Mr. Clark: I second the motion. Roll Call: All voting "Aye."

Mr. Cramer: I move the Commission approve Montana-Dakota Utilities Co.'s Natural Gas Cost of Gas Adjustment for July 2007, Case No. PU-07-268.

Mr. Clark: I second the motion. Roll Call: All voting "Aye."

Mr. Cramer: I move the Commission approve Revision No. 26 to Surface Coal Mining Permit No. NACT-9101, held by the Coteau Properties Company for the Freedom Mine, to add 159.5725 acres to the permit and update legal and premine resource information and mining and reclamation plans for the next five year permit term.

Mrs. Wefald: I second the motion. Roll Call: All voting "Aye."

Case No. RC-07-68 Coteau Properties Company Renewal 3, Permit NACT-9101 Application

Case No. PU-07-270 Montana-Dakota Utilities Co., a Division of MDU US BioEnergy, Hankinson, ND Public Convenience & Necessity

Case No. PU-06-421 TransCanada Keystone Pipeline, LLC 30-Inch Crude Oil Pipeline/Cavalier to Sargent Cty Siting Application

Case No. PU-07-152 TransCanada Keystone Pipeline, LP Keystone Pipeline Public Convenience & Necessity

Case No. GE-07-99 Minnesota Grain, Inc. Grain Warehouse Insolvency Mr. Cramer: I move the Commission approve Renewal No. 3 to Surface Coal Mining Permit No. NACT-9101, held by the Coteau Properties Company for the Freedom Mine, to extend the permit term on the existing permit area for another five years, until June 30, 2012.

Mr. Clark: I second the motion. Roll Call: All voting "Aye."

Mr. Cramer: I move the Commission issue a Notice of Opportunity for Hearing in the application of Montana-Dakota Utilities Co. for a Certificate of Public Convenience and Necessity and for approval of a natural gas transportation service agreement to extend natural gas service to U.S. BioEnergy for an ethanol production facility under construction near Hankinson, ND, Case No. PU-07-270.

Mr. Clark: I second the motion. Roll Call: All voting "Aye."

Moved to the Admin Agenda

Mr. Cramer: I move the Commission issue a Notice of Hearing in the application of TransCanada Keystone Pipeline, Certificate of Public Convenience and Necessity, Case No. PU-07-152.

Mr. Clark: I second the motion. Roll Call: All voting "Aye."

Mr. Clark: I move the Commission recommend to the Court that the bond proceeds available in this case be distributed among five (5) claimants based upon their valid cash sale balance claims, and that proceeds from the credit-sale contract indemnity fund be distributed among four (4) claimants based upon their valid creditsale contract claims, and that payments be forwarded to these claimants as soon as possible.

I further move that the Commission request that the Court require the surety, Hartford Fire Insurance Company, Hartford Plaza, 690 Asylum Ave., Hartford, Connecticut 06115, to deposit the total bond proceeds in the amount of \$100,000 in this proceeding.

Mrs. Wefald: I second the motion. Roll Call: All voting "Aye." Case No. PU-06-481 Otter Tail Corporation Advance Determination of Prudence Application

Case No. PU-06-482 Montana-Dakota Utilities Co., a Division of MDU Advance Determination of Prudence Application

Case No. PU-06-525 Northern States Power Company Natural Gas Rate Increase Application

Salary Adjustments

Case No. PU-06-421 TransCanada Keystone Pipeline, LLC 30-Inch Crude Oil Pipeline/Cavalier to Sargent Cty Siting Application

ATTEST

Mr. Cramer: I move the Commission bill Otter Tail Corporation for costs incurred to date in Case No. PU-06-481, Otter Tail Corporation, Advance Determination of Prudence, Application.

Mr. Clark: I second the motion. Roll Call: All voting "Aye."

Mr. Cramer: I move the Commission bill Montana-Dakota Utilities Co. for costs incurred to date in Case No. PU-06-482, Montana-Dakota Utilities Co., Advance Determination of Prudence, Application.

Mr. Clark: I second the motion. Roll Call: All voting "Aye."

Mr. Cramer: I move the Commission bill Northern States Power Company for costs incurred to date in Case No. PU-06-525, Northern States Power Company, Natural Gas Rate Increase, Application.

Mr. Clark: I second the motion. Roll Call: All voting "Aye."

Mr. Cramer: I move the Commission, consistent with the intent of the 2007 Legislature, adopt the Human Resources Management Services Equity Pool Model Plan, with the exception noted in the Executive Director's e-mail correspondence of 16 June 2007 and 9 May 2007, authorizing equity pool salary adjustments effective 1 July 2007.

Mr. Clark: I second the motion. Roll Call: All voting "Aye."

Mr. Cramer: I move the Commission issue an Order Denying the request of the Dakota Resource Council to postpone hearings or to postpone the Commission's approval of the Applications in TransCanada Keystone Pipeline, LLC 30-inch Crude Oil Pipeline/Cavalier to Sargent Counties, Case No. PU-06-421.

Mrs. Wefald: I second the motion. Roll Call: All voting "Aye."

THE COMMISSION ADJOURNED AT 10:50 A.M.

Executive Director

SUSAN E. WEFALD, PRESIDENT