

Montana-Dakota Utilities Co.
Gas Utility - North Dakota
Real-Time DDSM
Example: February 2004 Bill in Bismarck, ND
Rate 70 - Firm General Service (meters < 500 cf/h)

Assumptions:

Days in Billing period	1/21/04-2/19/04	29
Gas Usage (dk)		40.0
Normal Degree Days for Bill Cycle (NDD)		1,486
Actual Degree Days for Bill Cycle (ADD)	1/	1,721
Base Use (dk) per day		0.08313
Distribution Delivery Charge		\$0.473

DDSM Adjustment

Degree Day Factor (DDF)	$(NDD - ADD) / ADD$	(0.13655)
Base Use	Base Use * Days in Billing Period	2.4
Temperature Sensitive Use	2/ Actual Use - Base Use	37.6
Dk Adjustment	Temperature Sensitive Use * DDF	(5.1)
DDSM	Dk Adjustment * Distribution Delivery Charge	(\$2.41)

1/ Actual Degree Days reported by National Weather Service Stations for applicable service areas in North Dakota. Example reflects Bismarck service area.

2/ If Base Use > or = Actual Use, DDSM = \$0.00.

NOTE:

* Applied on a bills rendered basis. Service periods billed November 1 - March 30 subject to DDSM.