

September 3, 2015

Darrell Nitschke, Executive Secretary
North Dakota Public Service Commission
600 E Blvd
Bismarck, ND 58505-0480

Re: Montana-Dakota Utilities Co.
Gas Rate Increase Application
Late Filed Exhibit 4A
Case No. PU-15-90

Dear Mr. Nitschke:

During technical hearings held August 31 and September 1, 2015, additional information was requested by the commission. The item was identified for the record and pre-admitted as "late-filed exhibit PSC- 4A." Attached is late-filed exhibit PSC-4A and also the original exhibit PSC-4 for ease of comparison. Further, advocacy staff highlighted PSC-4A to identify the numbers that changed.

The commission requested that staff modify PSC-4 to remove the reduction in rates to the Air Force. Staff has done so and credited that to the Residential class resulting in a 3.28% increase to the Residential class rather than the settlement proposal of 3.34%. The change would result in reducing the Residential monthly customer charge in the Settlement Agreement from \$19.60 to \$19.56 per month.

If this filing is not sufficient, please let me know.

Sincerely,

Mike Diller
by Gaei Senmaty

Mike Diller, Advocacy Staff
North Dakota Public Service Commission

73 PU-15-90 Filed: 9/3/2015 Pages: 4
Late-filed Exhibit 4A

Public Service Commission Advocacy Staff
Mike Diller, Advocacy Staff

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Rate of Return Provided by Class

Mains Allocated on 100% Demand Basis

	Settlement ROR b4	Proposed Rate Increase	Post-Settlement ROR	Settlement ROR	ROR (Deficient)
Residential	4.71%	3.28%	6.90%	7.34%	-0.44%
Firm General	7.74%	0.00%	7.74%	7.34%	0.40%
Air Force	55.86%	0.00%	55.86%	7.34%	48.52%
Small Interruptible	3.37%	6.78%	5.87%	7.34%	-1.47%
Large Interruptible	10.58%	0.00%	10.58%	7.34%	3.24%
Total	5.95%	1.96%	7.34%	7.34%	0.00%

Rate of Return Provided by Class

Mains Allocated on 100% Demand Basis

	Settlement ROR b4	Proposed Rate Increase	Post-Settlement ROR	Settlement ROR	ROR (Deficient)
Residential	4.71%	3.34%	6.94%	7.34%	-0.40%
Firm General	7.74%	0.00%	7.74%	7.34%	0.40%
Air Force	55.86%	-1.63%	33.57%	7.34%	26.23%
Small Interruptible	3.37%	6.78%	5.87%	7.34%	-1.47%
Large Interruptible	10.58%	0.00%	10.58%	7.34%	3.24%
Total	5.95%	1.96%	7.34%	7.34%	0.00%