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**North Dakota  
Informal Hearing  
April 23, 2021  
Case No. PU-21-8**

**Cost of Gas 2021  
Monthly Purchase Gas Cost Adjustment**

# Current Process

- 8<sup>th</sup> of the Month – PGA is filed with the forecasted monthly cost of gas
- End of Month – Over/Under Collected Balance is Calculated
- October 1 – Annual Surcharge Adjustment is implemented to recover or refund Collected Balance over the next 12 months

	Oct 1, 2020-Sept 30, 2021
Residential & General Service	(\$0.340)
Optional Seasonal	(\$0.340)
Contracted Demand	(\$0.021)
Small & Lg Interruptible	(\$0.320)
Air Force Interruptible	(\$0.077)

# Timeline

Feb 8, 2021

- Monthly PGA Filing

Feb 12-18, 2021

- Extreme Cold Weather Event

Feb 19, 2021

- MDU Requested Elimination of Current Surcharge eff. 3/1/21

Mar 1, 2021

- Surcharge Adjusted to \$0.00

Mar 31, 2021

- Submitted proposal for alternative recovery method

# Under Recovered Balance

February 28, 2021

- Firm Balance: \$12,860,236
- Contracted Demand: \$98,185
- Interruptible: \$282,579
- Air Force Interruptible: \$270,749

	Oct 1, 2020	Mar 1, 2021	Surcharge Adj (w/o tariff waiver)
Firm	(\$0.340)	\$0.000	\$0.790
Contracted Demand	(\$0.021)	\$0.000	\$0.382
Small & Lg Interruptible	(\$0.320)	\$0.000	\$0.309
Air Force Interruptible	(\$0.077)	\$0.000	\$0.580

Impact of Feb Cold Weather Event to Firm Customers is approximately \$100

# Filed Proposal

- 17 month timeline (May 1, 2021 - September 30, 2022)
- Staggered Approach (Firm)
  - May 1-Sept 30, 2021 \$2.046/dk
  - Oct 1, 2021-Apr 30, 2022 \$0.391/dk
  - May 1-Sept 30, 2022 \$2.046/dk

	Oct 1, 2020	Mar 1, 2021	Surcharge Adj (w/o tariff waiver)	Proposal
Firm	(\$0.340)	\$0.000	\$0.793	Summer: \$2.046 Winter: \$0.391
Contracted Demand	(\$0.021)	\$0.000	\$0.382	\$0.342
Small & Lg Interruptible	(\$0.320)	\$0.000	\$0.309	\$0.267
Air Force Interruptible	(\$0.077)	\$0.000	\$0.580	\$0.486

# Effect on Customers

Average Residential Bills Incorporating February Gas Cost Recovery

	Year 1			Year 2		
	Current Bill	Recovery	Total Bill	Current Bill	Recovery	Total Bill
January				\$81.03	\$5.87	\$86.90
February				\$78.97	\$5.87	\$84.84
March				\$69.07	\$4.69	\$73.76
April				\$56.44	\$3.52	\$59.96
May	\$41.19	\$10.23	\$51.42	\$41.19	\$10.23	\$51.42
June	\$28.55	\$4.09	\$32.64	\$28.55	\$4.09	\$32.64
July	\$25.25	\$2.05	\$27.30	\$25.25	\$2.05	\$27.30
August	\$25.25	\$2.05	\$27.30	\$25.25	\$2.05	\$27.30
September	\$28.55	\$4.09	\$32.64	\$28.55	\$4.09	\$32.64
October	\$37.20	\$1.56	\$38.76			
November	\$56.44	\$3.52	\$59.96			
December	\$73.06	\$5.08	\$78.14			
Total	\$315.49	\$32.67	\$348.16	\$434.30	\$42.46	\$476.76
Average Monthly Residential Bill	\$39.44	\$4.08	\$43.52	\$48.26	\$4.72	\$52.97



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