



MONTANA-DAKOTA UTILITIES CO.

A Subsidiary of MDU Resources Group, Inc.

400 North Fourth Street
Bismarck, ND 58501
701-222-7900
www.montana-dakota.com

September 27, 2024

Executive Secretary
North Dakota Public Service Commission
State Capitol Building
Bismarck, ND 58505-0480

**RE: Case No. PU-24-177 Update to the Generation Resource Recovery Rider
Rate 56 to Include Earnings Sharing Refund**

Montana-Dakota Utilities Co. (Montana-Dakota) herewith electronically submits the following electric rate schedule that will be implemented effective with service rendered on and after October 1, 2024, pursuant to the Commission's Order issued on September 27, 2024 in the above referenced case. The following Exhibits are provided in support of the rate schedule:

- Exhibit 1 – Generation Resource Recovery Rate 56 2nd Revised Sheet No. 40.1
- Exhibit 2 – Generation Resource Recovery Rate Proposed Rates
- Exhibit 3 – Customer Filing Notice

Please contact me at (701) 222-7855 or travis.jacobson@mdu.com with any questions regarding this filing.

Sincerely,

/s/Travis R. Jacobson

Travis R. Jacobson
Director of Regulatory Affairs

Attachments

Exhibit 1



Montana-Dakota Utilities Co.

400 N 4th Street
Bismarck, ND 58501

State of North Dakota Electric Rate Schedule

NDPSC Volume 5

2nd Revised Sheet No. 40.1

Canceling 1st Revised Sheet No. 40.1

GENERATION RESOURCE RECOVERY RIDER Rate 56

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2. Generation Resource Recovery Rider:

Residential & Small General	0.375¢ per Kwh
Large General	113.195¢ per KW
General Space Heating Rate 32	51.821¢ per KW
Lighting	0.123¢ per Kwh

Date Filed: September 27, 2024

Effective Date: Service rendered on and
after October 1, 2024

Issued By: Travis R. Jacobson
Director – Regulatory Affairs

Case No.: PU-24-177

Tariffs Reflecting Proposed Changes



Montana-Dakota Utilities Co.

400 N 4th Street
Bismarck, ND 58501

State of North Dakota Electric Rate Schedule

NDPSC Volume 5

~~1st~~ 2nd Revised Sheet No. 40.1

Canceling ~~Original~~ 1st Revised Sheet No. 40.1

GENERATION RESOURCE RECOVERY RIDER Rate 56

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2. Generation Resource Recovery Rider:

Residential & Small General	0.42 <u>0.375</u> ¢ per Kwh
Large General	126.966 <u>113.195</u> ¢ per KW
General Space Heating Rate 32	58.125 <u>51.821</u> ¢ per KW
Lighting	0.138 <u>0.123</u> ¢ per Kwh

Date Filed: ~~October 31~~ September 27, 20234

Effective Date: Service rendered on and after ~~February~~ October 1, 2024

Issued By: Travis R. Jacobson
Director – Regulatory Affairs

Case No.: PU-~~23-339~~ 24-177

**Montana-Dakota Utilities Co.
Electric Utility - North Dakota
Generation Resource Recovery Rider**

	<u>Total</u>
Amortization of Lewis & Clark Unit I and Heskett Units I & II	\$6,972,000
Projected 2024 Revenue Requirement PPA 1/	7,570
Projected January 2024 (Over)/Under Collection 1/	93,856
Total Cost to be Recovered through GRRR Rates	<u>\$7,073,426</u>

<u>Allocation of Costs & Proposed Rates</u>	<u>Allocated GRRR Costs 2/</u>	<u>Projected Billing Determinants</u>	<u>Proposed GRRR Rates</u>
Residential & Small General	\$3,274,808	872,997,323 kWh	\$0.00375 per kWh
Large General	3,633,289	3,209,774 kW	\$1.13195 per kW
Space Heating Rate 32	144,882	279,583 kW	\$0.51821 per kW
Lighting	20,447	16,631,115 kWh	\$0.00123 per kWh
	<u>\$7,073,426</u>		

<u>Change in Rates</u>	<u>Proposed GRRR Rates</u>	<u>Current GRRR Rates</u>	<u>Change in GRRR Rates</u>
Residential & Small General	\$0.00375	\$0.00421	(\$0.00046)
Large General	\$1.13195	\$1.26966	(\$0.13771)
Space Heating Rate 32	\$0.51821	\$0.58125	(\$0.06304)
Lighting	\$0.00123	\$0.00138	(\$0.00015)

1/ Approved in Case No. PU-23-339, effective February 1, 2024.

2/ Demand Allocation Factor 2:

Residential & Small General	46.297343%	(Rates 10, 13, 16, 20, 25, 26, and 40)
Large General	51.365337%	(Rates 30, 31, 38, 48, and contracts)
Space Heating Rate 32	2.048257%	(Rate 32)
Lighting	0.289063%	(Rates 41, 52)
	<u>100.000000%</u>	

Montana-Dakota Utilities Co.
Update to the Generation Resource Recovery Rider
Due to Inclusion of Earnings Sharing Refund
New Rates Effective October 1, 2024

On May 1, 2024, Montana-Dakota Utilities Co. (Montana-Dakota) filed a request with the North Dakota Public Service Commission (Commission) an Earnings Sharing Refund Plan pursuant to the Commission’s Order in Montana-Dakota’s most recent electric rate case. The Order directs Montana-Dakota to file a refund plan if the Company’s achieved earnings for the prior year are in excess of a predefined level and how any excess earnings will be refunded to North Dakota electric customers.

On September 27, 2024, the Commission approved an alternative approach to the Company’s proposal where electric customers in North Dakota will receive the excess earnings as a credit to Montana-Dakota’s Generation Rider rates thereby reducing the currently authorized Generation Rider rates. The new rates are effective with service rendered on and after October 1, 2024. A typical residential customer using 800 kWh will see a decrease of \$0.37 per month or a decrease of \$4.44 annually. The GRRR is shown as a separate line item on your bill.

	<u>Residential & Small General</u>
Applicable Rate Schedules	10, 13, 16, 20, 25, & 40
Current Rate	\$0.00421 per kWh
Proposed Rate	\$0.00375 per kWh
Change	(\$0.00046) per kWh
	<u>Large General</u>
Applicable Rate Schedules	30, 31, 38, 48 and contracts
Current Rate	\$1.26966 per kW
Proposed Rate	\$1.13195 per kW
Change	(\$0.13771) per kW
	<u>Space Heating</u>
Applicable Rate Schedule	32
Current Rate	\$0.58125 per kW
Proposed Rate	\$0.51821 per kW
Change	(\$0.06304) per kW
	<u>Lighting</u>
Applicable Rate Schedules	41 & 52
Current Rate	\$0.00138 per kWh
Proposed Rate	\$0.00123 per kWh
Change	(\$0.00015) per kWh

For more information, please contact a Montana-Dakota representative at 1-800-638-3278.