



May 1, 2017

Ms. Patricia Van Gerpen
South Dakota Public Utilities Commission
State Capitol Building
500 E. Capitol
Pierre, SD 57501

Dear Ms. Van Gerpen:

Pursuant to Section No. 3, Sheet No. 33.1 (5) of NorthWestern Energy's Electric Tariff, enclosed is 295th Revised Sheet No. 33a and 78th Revised Sheet No. 33b.

Sheet Nos. 33a and 33b reflect changes in the delivered cost of fuel, delivered cost of energy and ad valorem taxes paid to be effective May 2, 2017.

The effect of Sheet Nos. 33a and 33b for a typical Rate 10 residential service customer using 750 Kwh per month would be an increase in the monthly cost of \$1.51. The new monthly cost effective May 2, 2017 is \$97.63. The increase reflects the reduction to the annual transmission revenue requirement (ATRR) NorthWestern customers will receive over the next 12 months pursuant to the settlement of FERC Docket ER15-2069. NorthWestern's formula rate for its ATRR goes into effect each year on April 1, and is calculated using an actual, historical test year ended December 31.

Should you have any questions regarding the above changes, please contact me at your convenience.

Sincerely,

Jeff J. Decker
Regulatory Specialist
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O 605-353-8315

SOUTH DAKOTA ELECTRIC RATE SCHEDULE

NORTHWESTERN CORPORATION d/b/a NORTHWESTERN ENERGY SIOUX FALLS SOUTH DAKOTA	<u>295th Revised</u> Canceling <u>294th Revised</u>	Section No. 3 Sheet No. 33a Sheet No. 33a
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ADJUSTMENT CLAUSE RATES

Per KWH
Per Month

Delivered Cost of Energy - Energy Charge:

Rate No. 10 - Residential Service	\$0.01029	
Rate No. 11 - Residential Service with Space Heating.....	\$0.01029	
Rate No. 14 - Residential Space Heating and Cooling.....	\$0.01029	
Rate No. 15 - Residential Dual Fuel and Controlled Services	\$0.01029	
Rate No. 16 - Interruptible Irrigation Service	\$0.01120	
Rate No. 17 - Irrigation Service.....	\$0.01120	
Rate No. 18 - Off Peak Irrigation Service.....	\$0.01120	
Rate No. 21 - General Service	\$0.01120	
Rate No. 23 - Commercial Water Heating.....	\$0.01120	
Rate No. 24 - Commercial Space Heating and Cooling	\$0.01120	
Rate No. 25 - All-Inclusive Commercial Service	\$0.01120	
Rate No. 41 - Municipal Pumping Service.....	\$0.00939	
Rate No. 70 - Controlled Off Peak Service	\$0.00787	
Rate No. 19 - Reddy-Guard, Rate No. 56 - Street and Area Lighting	\$0.01029	

Per KW
Per Month

Delivered Cost of Energy - Demand Charge:

Rate No. 33 - Commercial and Industrial Service	\$2.42	
Rate No. 34 - Large Commercial and Industrial Service	\$2.42	

(Continued)

Date Filed: May 1, 2017

Service on or after
 Effective Date: May 2, 2017
 Issued By: Jeff Decker, Specialist Regulatory

SOUTH DAKOTA ELECTRIC RATE SCHEDULE

NORTHWESTERN CORPORATION d/b/a NORTHWESTERN ENERGY	Section No. 3
SIOUX FALLS	78th Revised Sheet No. 33b
SOUTH DAKOTA	Canceling 77th Revised Sheet No. 33b

ADJUSTMENT CLAUSE RATES (cont'd)	Per KWH	
	Per Month	
<u>Ad Valorem Taxes Paid - Energy Charge</u>		
Rate No. 10 - Residential Service.....	\$0.00330	
Rate No. 11 - Residential Service with Space Heating.....	\$0.00330	
Rate No. 14 - Residential Space Heating and Cooling.....	\$0.00330	
Rate No. 15 - Residential Dual Fuel and Controlled Services.....	\$0.00330	
Rate No. 16 - Interruptible Irrigation Service.....	\$0.00358	
Rate No. 17 - Irrigation Service.....	\$0.00358	
Rate No. 18 - Off Peak Irrigation Service.....	\$0.00358	
Rate No. 21 - General Service.....	\$0.00358	
Rate No. 23 - Commercial Water Heating.....	\$0.00358	
Rate No. 24 - Commercial Space Heating and Cooling.....	\$0.00358	
Rate No. 25 - All-Inclusive Commercial Service.....	\$0.00358	
Rate No. 41 - Municipal Pumping Service.....	\$0.00302	
Rate No. 70 - Controlled Off Peak Service.....	\$0.00252	
Rate No. 19 - Reddy-Guard, Rate No. 56 - Street and Area Lighting.....	\$0.00334	

	Per KW	
	Per Month	
<u>Ad Valorem Taxes Paid - Demand Charge:</u>		
Rate No. 33 - Commercial and Industrial Service.....	\$0.78	
Rate No. 34 - Large Commercial and Industrial Service.....	\$0.78	

	Per KWH	
	Per Month	
<u>Delivered Cost of Fuel - All Energy Usage:</u>		
All Rate Schedules.....	\$0.01545	

Date Filed: <u>May 1, 2017</u>	Service on or after
	Effective Date: <u>May 2, 2017</u>
	Issued By: <u>Jeff Decker, Specialist Regulatory</u>