

400 North Fourth Street Bismarck, ND 58501 701-222-7900

June 17, 2021

Ms. Patricia Van Gerpen Executive Director South Dakota Public Utilities Commission State Capitol Building 500 East Capitol Avenue Pierre, SD 57501-5070

> Re: Fuel and Purchased Power Adjustment July 2021

Dear Ms. Van Gerpen:

Montana-Dakota Utilities Co. (Montana-Dakota) herewith respectfully files its fuel and purchased power (F&PP) adjustment pursuant to its Rate 58.

| Base Fuel | \$0.02524 |
|-------------------------------------|-----------|
| Fuel and Purchased Power Adjustment | (0.00308) |
| Total | \$0.02216 |

Exhibit A is the 61st Revised Sheet No. 27.2 showing the proposed Fuel and Purchased Power Adjustment to be effective with service rendered on and after July 1, 2021, pursuant to Commission approval.

Exhibit B, page 1 summarizes the fuel and purchased power adjustment calculated pursuant to the terms of Rate 58 authorized in Docket No. EL15-024. The total F&PP adjustment is 2.216 cents per Kwh that will apply during the month of July 2021. Pages 2 through 4 show the calculation of the adjustment which is based on a four month historical average cost of fuel and purchased power.

Exhibit C shows the calculation of the surcharge adjustment that will be applicable to Montana-Dakota's customers on July 1, 2021 through June 30, 2022. The Deferred Fuel Cost Account has an under recovered balance of \$12,037 which results in a surcharge adjustment of a positive 0.037 cents per Kwh as shown on page 1, representing an increase of 0.232 cents from the currently effective surcharge adjustment.

The net effect of this F&PP adjustment is an increase from the currently effective rates of 0.381 cents per Kwh for service rendered in the month of July 2021.

All of Montana-Dakota's retail electric customers in South Dakota will be affected by this proposal. There were 8,523 customers in South Dakota as of May 31, 2021.

If you have any questions regarding this filing, please contact me at (701) 222-7855 or Travis.Jacobson@mdu.com.

Sincerely,

/s/ Travis R. Jacobson

Travis R. Jacobson Director of Regulatory Affairs

Attachment