CH/II B B 10-2613 EL97-018 DOCKET NO. BR. Commalus In the Matter of IN THE MATTER OF THE APPLICATION OF MONTANA-DAKOTA UTILITIES CO., A DIVISION OF MOU RESOURCES GROUP, INC. FOR APPROVAL OF MODIFICATION OF ELECTRIC SERVICE AREA BETWEEN MONTANA-DAKOTA UTILITIES CO AND CAM WAL ELECTRIC COOPERATIVE. INC. Public Utilities Commission of the State of South Dakota ------10/4 97 Jele and Decketel; 12/1 97. Corsector of Custamers/ Cantewners, 1/7 98 Cale for Up wat of range of barged 5 hotro Service Instance; 1/7 98 Secket Gazed

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EL97-018

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MONTANA-DAKOTA

A Dansen of MDU Resources Group Inc.

400 North Fourth Street Bismarck, ND 58501 (701 222: 7900 UTILITIES COMMISSION

Direct Dial No. (701) 222-7637

October 1, 1997

Mr. William Bullard, Jr. Executive Director South Dakyta Public Utilities Commission State Capitol Building 500 East Capitol Pierre, SD 57501

Re: Modification of Electric Service Area Docket No. EL97-

Dear Mr. Bullard:

Montana-Dakota Utilities Co. (Montana-Dakota), a Division of MDU Resources Group, Inc., herewith submits an original and ten (10) copies of an Application requesting Commission approval of a change in electric service area pursuant to SDCL \$49-348-55.

Please acknowledge receipt by stamping or initialing the duplicate copy of this letter attached hereto and returning the same in the enclosed self-addressed, stamped envelope.

Sincerely,

Jug C. Wayne Fox

C. Wayne Fox Vice President-Regulatory Affairs & General Services

Attachments cc: D.W. Schulz

> D. R. Ball Dennis Schnabel - Mobridge District Manager Cam-Wal Electric Cooperative, Inc.

EL97-018

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SOUTH DANOTA PUBLIC

UTILITIES COMUNISSION

Docket No. EL97-

BEFORE THE PUBLIC UTILITIES COMMISSION

OF THE STATE OF SOUTH DAKOTA

In the Matter of the Application of MONTANA-DAKOTA UTILITIES CO., a Division of MDU Resources Group, Inc. for Modification of Electric Service Area)

...

APPLICATION

COMES NOW, Montana-Dakota Utilities Co., a Division of MDU Resources Group, Inc., the Applicant in the above-entitled proceeding (hereafter "Montana-Dakota" or "Applicant"), and respectfully states as follows:

Ι.

That Montana-Dakota, a Division of MDU Resources Group, Inc., is a Delaware corporation duly authorized to do business in the State of South Dakota as a foreign corporation, and that it is doing business in the State of South Dakota as a public utility.

II.

That Montana-Dakota's Certificate of Incorporation and Amendments thereto have previously been filed with the South Dakota Public Utilities Commission (PUC or Commission) and reference thereto is made, and such Certificate and Amendments are hereby incorporated herein by reference as though fully set forth herein.

III.

The Applicant's full name and post office address are:

Montana-Dakota Utilities Co. a Division of MDU Resources Group, Inc. 400 North Fourth Street Bismarck, North Dakota 58501

That the persons to whom communications should be directed concerning this Application are:

> C. Wayne Fox Vice Presiden-Regulatory Affairs & General Services Montana-Dakota Utilities Co. 400 North Fourth Street Bismarck, North Dakota 58501

> > and

Douglas W. Schulz Senior Attorney Montana-Dakota Utilities Co. 400 North Fourth Street Bismarck, North Dakota 58501

٧.

That each electric utility in South Dakota has the exclusive right to provide electric service at retail in assigned service areas pursuant to SDCL §49-34A-42, which also provides that no electric utility shall render or extend electric service at retail within the assigned service area of another electric utility unless such other electric utility consents thereto in writing and the agreement is approved by the Commission consistent with SDCL §49-34A-55.

VI.

That Cam Wal Electric Cooperative, Inc. (Cam Wal) and Montana-Dakota have agreed that each has a portion of its assigned service area that could be better served by the other supplier and are willing to exchange such properties to better serve the public interest.

VII.

That Montana-Dakota has an assigned service area lot located directly behind the Cam Wal office in Selby, South Dakota upon 2 which no customer is presently located. Such lot is legally described as Lot 2, Block 1, Plainview First Addition. Cam Wal provides electric service to its office located on Lot 1, Block 1, Plainview First Addition, and also to its pole yard and storage area across Dakota Street, along with the other surrounding lots as shown on Exhibit A, attached hereto and incorporated herein. Cam Wal's facilities are closer to Lot 2, Block 1, and, to avoid duplication and added cost of facilities, Nontana-Dakota is willing to trade Lot 2, Block 1, Plainview First Addition to Cam Wal for Cam Wal lots where Montana-Dakota's facilities are closer as set forth belc.

VIII.

That Cam Wal has an assigned service area at Mobridge, South Dakota consisting of 3 lots, two of which have customers presently being served. One of the customers is South Dakota Cable TV whose tower presently is being served by Montana-Dakota and the other is Roy Hoff, a residential customer, presently being served by Cam Wal. The 3 lots are part of the Replat of Tract 3, located in the NW; of Section 19, T124N, R79W of the 5th P.M., Walworth County, South Dakota. Most of the lots in the Replat of Tract 3 are in Montana-Dakota's assigned service area, as shown on Exhibit "B". Of the 5 electric consumers in the Replat of Tract 3, Montana-Dakota serves 4 consumers and Cam Wal serves one consumer. In addition to South Dakota Cable TV. Montana-Dakota serves customers at numbered Lots 4, 6 and 8. Montana-Dakota's facilities are closer to the Cam Wal service area lots and, to avoid duplication and added cost of facilities, Cam Wal is willing to trade the 3 lots marked in blue on Exhibit "B" for the portion of MontanaDakota's service area as set forth above.

IX.

That SDCL §49-34A-55 provides that electric utilities can change electric distribution service rights by written mutual agreement subject to Commission approval.

х.

That SDCL §49-34A-55 further provides that any agreement which changes assigned service areas shall be filed with and approved by the Commission before it may become effective.

XI.

That on September 29, 1997, Montana-Dakota and Cam Wal entered into a Service Area Modification Agreement, attached hereto as Exhibit "C", wherein Montana-Dakota and Cam Wal agree to the trade of service areas as set forth above.

XII.

That the Service Area Modification Agreement between Montana-Dakota and Cam Wal is hereby submitted to the Commission for approval pursuant to SDCL \$49-34A-55.

XIII.

That Cam Wal and Montana-Dakota agree to Montana-Dakota's submittal of attached Exhibits "A", "B", and "C" for Commission approval pursuant to SDCL \$49-34A-55 without a request for a formal hearing by the Commission.

XIV.

WHEREFORE, Applicant respectfully requests that the Public Utilities Commission of South Dakota:

 Approve Exhibits "A", "B" and "C" attached hereto and incorporated herein agreeing to a modification of Cam Wal's and Montana-Dakota's service areas;

- 2. Grant approval without the need for a formal hearing; and
- Grant such other and additional relief as the Commission shall deem just and proper.

Dated this 1st day of October, 1997.

MONTANA-DAKOTA UTILITIES CO., a Division of MDU Resources Group, Inc.

By: Wayne Fox

C. Wayne Fow Vice President-Regulatory Affairs & General Services

23

STATE OF NORTH DAKOTA) :SS COUNTY OF BURLEIGH)

C. Wayne Fox, being first duly sworn, deposes and says that he is the Vice President-Regulatory Affairs & General Services of Montana-Dakota Utilities Co., a Division of MDU Resources Group, Inc., the Applicant herein, that he has read the foregoing Application, knows the content thereof, and that the same is true and correct to the best of his knowledge, information and belief. Dated this Ist day of October, 1997.

Wayne Fox

Subscribed and sworn to before me this 1st day of October,

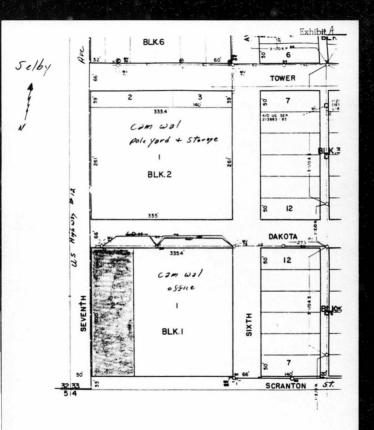
1997.

(SEAL)

Ber R. Marked , Notary Public Burleigh County, North Dakota My Commission Expires: 2-5-78

OF COUNSEL:

Douglas W. Schulz Senior Attorney Montana-Dakota Utilities Co. 400 North Fourth Street Bismarck, North Dakota 58501 Telephone: (701) 222-7613



COPY MADE

BEST

IMAGE (S)

POSSIBLE

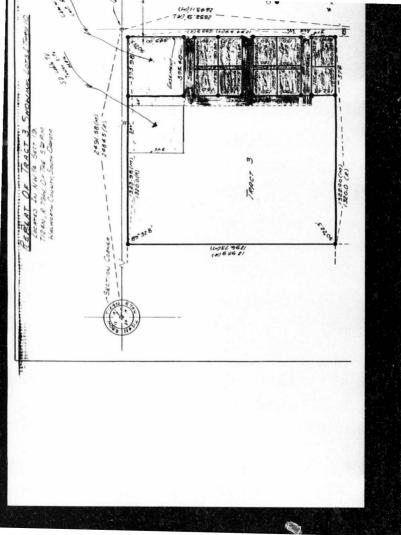


Exhibit C

SERVICE AREA MODIFICATION AGREEMENT

THIS AGREEMENT is made and entered into this 29th day of (Car , 1997, by and between CAM WAL ELECTRIC COOPERATIVE, INC. (Cam Wal) and MONTANA-DAKOTA UTILITIES CO., a Division of MDU Resources Group, Inc. (Montana-Dakota).

WHEREAS, Cam Wal and Montana-Dakota are each authorized electric utilities in the State of South Dakota with assigned service areas pursuant to SDCL Chapter 49-34A; and

WHEREAS, Cam Wal and Montana-Dakota have jointly identified properties in each of their respective assigned service areas which could be better served by the other supplier without duplication of facilities while promoting the efficient and economical use and development of their respective electric systems; and

WHERFAS, to avoid such duplication and to promote efficient and economical use of their respective systems, Cam Wal and Montana-Dakota are willing to modify portions of their respective service areas by this Agreement; and

WHEREAS, SDCL 549-34A-42 provides that no electric utility shall render or extend electric service at retail within the assigned service area of another electric utility unless such other electric utility consents thereto in writing and the agreement is approved by the South Dakota Public Utilities Commission consistent with SDCL 549-34A-55;

NOW, THEREFORE, Cam Wal and Montana-Dakota agree as follows:

- Subject to South Dakota Public Utilities Commission approval pursuant to SDCL \$49-34A-55, Montana-Dakota has an assigned service area lot located directly behind the Cam Wal office in Selby, South Dakota upon which no customer is presently located. Montana-Dakota is willing to trade the lot to Cam Wal in exchange for a portion of Cam Wal's assigned service area as set forth in paragraph 2. Such lot is legally described as Lot 2, Block 1, Plainview First Addition, and is shown in red on Exhibit "A", attached hereto and incorporated herein.
- 2. Subject to South Dakota Public Utilities Commission approval pursuant to SDCL \$49-34A-55, Cam Wal has an assigned Mobridge, South Dakota service area in the Replat of Tract 3, located in the NWW of Section 19, T124N, R79W of the 5th P.M., Walworth County, South Dakota. Three unnumbered lots in Tract 3 shown in blue on Exhibit "B", attached hereto and incorporated herein, are in Cam Wal's assigned service area. One lot is occupied by Cam Wal customer, Roy Hoff; one lot is occupied by South Dakota Cable TV as a Montana-

Dakota customer; and the third lot, titled Tract 3, is presently not occupied by a customer of either supplier. Cam Wal is willing to exchange these portions of its assigned area for the assigned portion of Montana-Dakota's service area set forth in paragraph 1 above.

3. Cam Wal and Montana-Dakota agree to modification of their respective service areas as set forth in paragraphs 1 and 2 and shown on Exhibits "A" and "B". This Agreement shall be submitted to the South Dakota Public Utilities Commission for approval pursuant to SDCL 549-34A-55 without a request for hearing.

IN WITNESS WHEREOF, the parties hereto have caused this Agreement to be duly executed as of the day and year first above written.

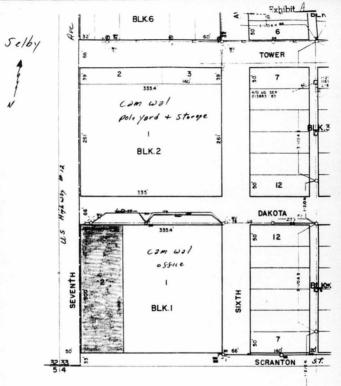
CAM WAL ELECTRIC COOPERATIVE, INC.

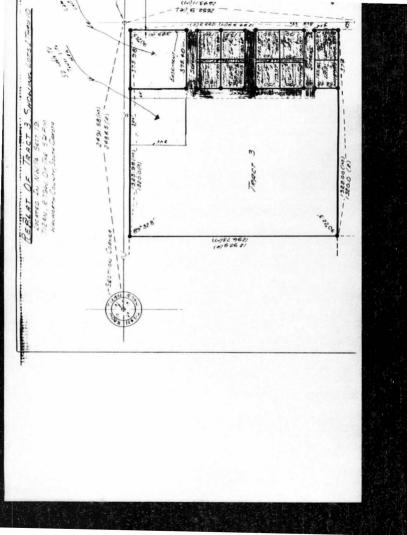
Brad Scott General Manager

MONTANA-DAKOTA UTILITIES CO., a Division of MDU Resources Group, Inc.

Denni's Schnabel

Dennis Schnabel District Manager







A Design of MOU Becauties Grant Inc.

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SOUTH DAKOTA PUBLIC

BO North Fourth Street Bonnarck ND 58501 (701:222 7900 Direct Dial No.

(701) 222-7613

November 24, 1997

Mr. Martin C. Bettmann Staff Engineer South Dakota Public Utilities Commission State Capitol Building 500 East Capitol Avenue Pierre, SD 57501-5070

RE: Proposed Modification of Electric Service Area Agreement Between Montana-Dakota Utilities Co. and CamWal Electric Cooperative, Inc. Docket No. EL97-018

Dear Mr. Bettmann:

Pursuant to your letter of October 20, 1997, Montana-Dakota Utilities Co. has received the enclosed written consents of Montana-Dakota and CamWal Electric customers to the proposed modification of service areas.

Enclosed are the written consents of Kevin and Jerry Stoick to the transfer of a lot in Selby, South Dakota from Montana-Dakota to CamWal and of Roy and Janice Hoff, Nadine Gill, and South Dakota Cable, Inc. to the transfer of service area in Mobridge, South Dakota from CamWal to Montana-Dakota.

Please contact Wayne Fox or me if anything further is required. Thank you.

Sincerely,

Douglas W. Schulz Senior Attorney

Enclosures cc/enc: C. W. Fox D. R. Ball Mack Huncovsky, Dakota Heartland Region Dennis Schnabel-Mobridge District Manager CamMal Electric Cooperative, Inc.

Proposed Modification of Electric) Service Area Agreement Between) Docket EL97-018 Montana-Dakota Utilities Co. and) CamWal Electric Cooperative, Inc.)

CONSENT OF LANDOWNER

The undersigned, Kevin and Jerry Stoick 4420 Main, are currently owners of real property within the electric service territory of Montana-Dakota Utilities Co., described as Lot 2 in Block 1 Plainview First Addition in Selby, South Dakota.

We have been informed of the proposed trade of electric service territory between Montana-Dakota Utilities Co. and CamWal Electric Cooperative. Inc. in the above proceeding before the Commission and hereby consent to the transfer of our above described property from the territory of Montana-Dakota Utilities Co. to CamWal Electric Cooperative, Inc..

Consented to this 29 day of Oct. 1997

tomer/Landowner

Proposed Modification of Electric) Service Area Agreement Between) Docket EL97-018 Montana-Dakota Utilities Co. and) CamWal Electric Cooperative, Inc.)

CONSENT OF CUSTOMERR/LANDOWNER

The undersigned, Roy and Janice Hoff 1800 W. 3rd Ave., currently an electric customer of CamWal Electric Cooperative, Inc., are the owners of real property described as East 375.98' of North 345' of Tract 3 of NW 1/4, Section 19, T124N, R79W, of the 5th P.M., Walworth County, (Mobridge) South Dakota.

We have been informed of the proposed trade of electric service territory between Montana-Dakota Utilities Co. and CamWal Electric Cooperative, Inc. in the above proceeding before the Commission and hereby consent to the transfer of our above described electric service and property from the territory of CamWal Electric Cooperative, Inc., to Montana-Dakota Utilities Co.

Consented to this 18th day of 100, 1997.

Pay Hoff

Customer

Proposed Modification of Electric) Service Area Agreement Between) Docket EL97-018 Montana-Dakota Utilities Co. and) CamWal Electric Cooperative, Inc.)

CONSENT OF LANDOWNER

The undersigned, Nadine Gill, currently an owner of real property within the electric service territory of CamWal Electric Coopertive Inc., am the owner of real property described as Tract 3, excluding Lots 1 through 10 already assigned to Montana-Dakota Utilities Co. and Lots of South Dakota Cable Inc. and Roy Hoff, located in NW1/4 of Section 19, T124N, R79W, of the 5th P.M. Walworth County, South Dakota.

I have beel informed of the proposed trade of electric service territory between Montana-Dakota Utilities Co. and CamWal Electric Cooperative, Inc. in the above proceeding before the Commission and hereby consent to the transfer of our above described property from the territory of CamWal Electric Cooperative, Inc., to Montana-Dakota Utilities Co.

Consented to this 29 day of Oth, 1997.

Valeno

Proposed Modification of Electric) Service Area Agreement Between) Docket EL97-018 Montana-Dakota Utilities Co. and) CamWal Electric Cooperative, Inc.)

CONSENT OF CUSTOMERR/LANDOWNER

The undersigned, South Dakota Cable Inc., currently an electric customer of Montana-Dakota Utilities Co. inside CamWal service territory, am the owner of real property described as Lot 11, 300° by 345° as a part of Tract 3 located in NM1/4 of Section 19, T124N, R79W, of the 5th P.M. Walworth County, South Dakota.

I have been informed of the proposed trade of electric service territory between Montana-Dakota Utilities Co. and CamWal Electric Cooperative, Inc. in the above proceeding before the Commission and hereby consent to the transfer of our above described electric service and property from the territory of CamWal Electric Cooperative, Inc., to Montana-Dakota Utilities Co.

Consented to this _3 day of November 1997.

that Call In. Landowner

IN THE MATTER OF THE APPLICATION OF MONTANA-DANOTA UTILITIES CO., A DIVISION OF MDU RESOURCES GROUP, INC. FOR MODIFICATION OF ELECTRIC SERVICE AREA ORDER FOR APPROVAL OF TRANSFER OF ASSIGNED ELECTRIC SERVICE TERRITORIES EL97-018

On October 6, 1997, the Public Utilities Commission (Commission) received a filing by Montana-Dakota Utilities Co. (MDU) requesting approval of an exchange of electric service territory According to the filing. Cam Wal Electric Cooperative, Inc. (Cam Wai) and MDU have agreed to exchange certain service territories in Selby and Mobindge, South Dakota, a copy of the agreement was made card of the filing.

Cam Wal is willing to accept and MDU is willing to relinquish the following service territory in Selby, South Dakota.

Lot 2, Block 1, Plainview First Addition to the City of Selby, Walworth County, South Dakota.

In exchange for the above, MDU is willing to accept and Cam Wal is willing to relinquish the following service territory near Mobridge, South Dakota:

Replat of Tract 3 in the Northwest Quarter of Section 19, Township 124 North, Range 79 West of the Fifth Principal Meridian in Walworth County, South Dakota.

On December 18, 1997, at its regularly scheduled meeting, the Commission considered the request. Commission Staff recommended granting approval of the exchange of electric service territones.

The Commission finds that it has jurisdiction over this matter pursuant to SDCL 49-34A. specifically, SDCL 49-34A.4, 49-34A.42, and 49-34A.55. Further, the Commission finds that this agreement will promote the efficient use and development of the electric systems of the contracting electric utilities. The Commission therefore concludes that the agreement for exchange of electric service territories is in the oublic interest and that it shall be approved. It is therefore

ORDERED that the request for approval of the assignment of electric service territories as described herein is hereby granted and is effective for service rendered on and after the date of this order

Dated at Pierre, South Dakota, this 7th day of January, 1998.

CERTIFICATE OF SERVICE The undersigned hereby certifies that this document has been served today upon all parties of record in this docket, as listed on the docket service list, by facsimile or by first class mail, in properly addressed enablighter with charges prepaid thereor (OFFICIAL SEAL)

BY ORDER OF THE COMMISSION

JAMES A BURG Chairman

PAM NELSON Commissioner

LASKA SCHOENFELDER. Commissioner