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September 29, 2021

Mr. Mike Hybl Executive Director Nebraska Public Service Commission 1200 N Street, 300 Atrium Lincoln, NE 68508

RECEIVED 9/30/21 NAT GAS DEPT

Dear Mr. Hybl:

Pursuant to LB790, Black Hills/Nebraska Gas Utility, LLC, d/b/a Black Hills Energy, submits for filing its Gas Cost Reconciliation (GCR) computations for the period ended June 30, 2021. Upon approval, the new GCR factors will be placed into effect November 1, 2021.

The attached Confidential schedules are submitted in support of the gas supply costs and recoveries.

The proposed GCR factors are as follows:

\$/Therm

Traditional Sales Service – All Rate Areas Annual Price Option (APO) – All Rate Areas

\$(0.01728) \$0.00261

If you have any questions, please feel free to contact me.

Sincerely,

Nancy Vernon

Enclosures

Black Hills/Nebraska Gas Utility Company, LLC Annual Gas Cost Reconciliation

Calculation of the Gas Cost Reconciliation (GCR) Factor



Line No.	Description	Traditional Sales Service All Rate Areas		Annual Price Option (APO) All Rate Areas	
1	Beginning Balance - 7/1/2020	\$	(1,241,910)	\$	(94,956)
2					
3	Actual Purchased Gas Costs*	\$	63,177,030	\$	2,097,901
4	Gas Cost Recovered in Billing Rates	\$	(64,787,501)	\$	(1,990,088)
5		-			
6	2020-2021 Cumulative (Ln 3 + Ln 4)		(1,610,470)		107,812
7					
8	Ending Balance - 6/30/2021 (Ln 1 + Ln 6)		(2,852,381)		12,857
9					
10	Projected Annual Sales Volumes (Dth)		16,510,133		493,412
11					
12	Proposed 2021-2022 GCR Factor (\$/Dth)	\$	(0.17280)	\$	0.02610
13			•		
14	Proposed GCR Factor (\$/Therm)	\$	(0.01728)	\$	0.00261
15	,				

^{*}Actual Purchased Gas Costs excludes the \$79.75 million deferred costs related to the February 2021 Polar Vortex.