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October 1, 2021

Nebraska Public Service Commission 1200 N Street Suite 300 Lincoln, Nebraska 68508

Attn: Ms. Shanicee Knutson

Deputy Director

Re: Commission Application No. NG-111.1

In the Matter of the Commission, on its own motion, seeking to investigate the effect of the February 2021 cold weather event upon the cost of gas supply purchased by Nebraska gas utilities.

Semi Annual Report – Recovery Progress

Dear Ms. Knutson:

Black Hills Nebraska Gas, LLC d/b/a Black Hills Energy ("BHE" or the "Company") herewith submits for filing this Report of the Progress of the Recovery of Purchased Gas Costs pursuant to the Nebraska Public Service Commission's ("Commission") order, entered May 25, 2021, in Commission Application No. NG-111/PI-237.

This Report is current as of August 31, 2021.

If you have any questions or concerns regarding the enclosed filing, please contact me at your convenience.

Respectfully submitted,

/s/ Tyler E. Frost

Manager of Regulatory & Finance

and

Douglas J. Law

Associate General Counsel 1731 Windhoek Drive Lincoln, NE 68512 (402) 221-2635 Douglas.law@blackhillscorp.com Nebraska Bar # 19436

ATTORNEY FOR BLACK HILLS NEBRASKA GAS, LLC d/b/a Black Hills Energy

cc: Robert Amdor Kevin Jarosz William Austin Nichole Mulcahy Jonathan Smith

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Recovery of Storm Uri, February 2021, Purchased Gas Costs Progress

Ln	<u>Description</u>	Source	
1	Total Commodity Plus Carrying Costs	NG-111.1; BHNE Proposal; Exh 2	\$ 86,502,129
2	Annual Firm Sales Vols	NG-111.1; BHNE Proposal; Exh 2	166,363,917
3	Recovery Period (Years)	NG-111.1; BHNE Proposal; Exh 2	3
4	Annual Recovery	Ln 1 / Ln3	\$ 28,834,043
5	Volumetric Recovery	BHE General Ledger; As of 08/31/2021	\$ 846,404
6	Conversion Fee Recovery	BHE General Ledger; As of 08/31/2021	\$ -
7	Remaining Balance	Ln1 - Ln5 - Ln6	\$ 85,655,725
8	Recovery Start Date	NG-111.1; Order Approving Recovery Plan; 05/25/2021	07/01/2021
9	Recovery End Date	Ln8 + Ln3 * 12	06/30/2024
10	Report Filing Date	Input	10/01/2021
11	Percent (%) Recovery Period (Months)	(Ln8 - 08/31/2021) / (Ln3 * 12)	5.56%
12	Percent (%) Costs Recovered (\$)	Ln5 / Ln1	0.98%