

July 16, 2008

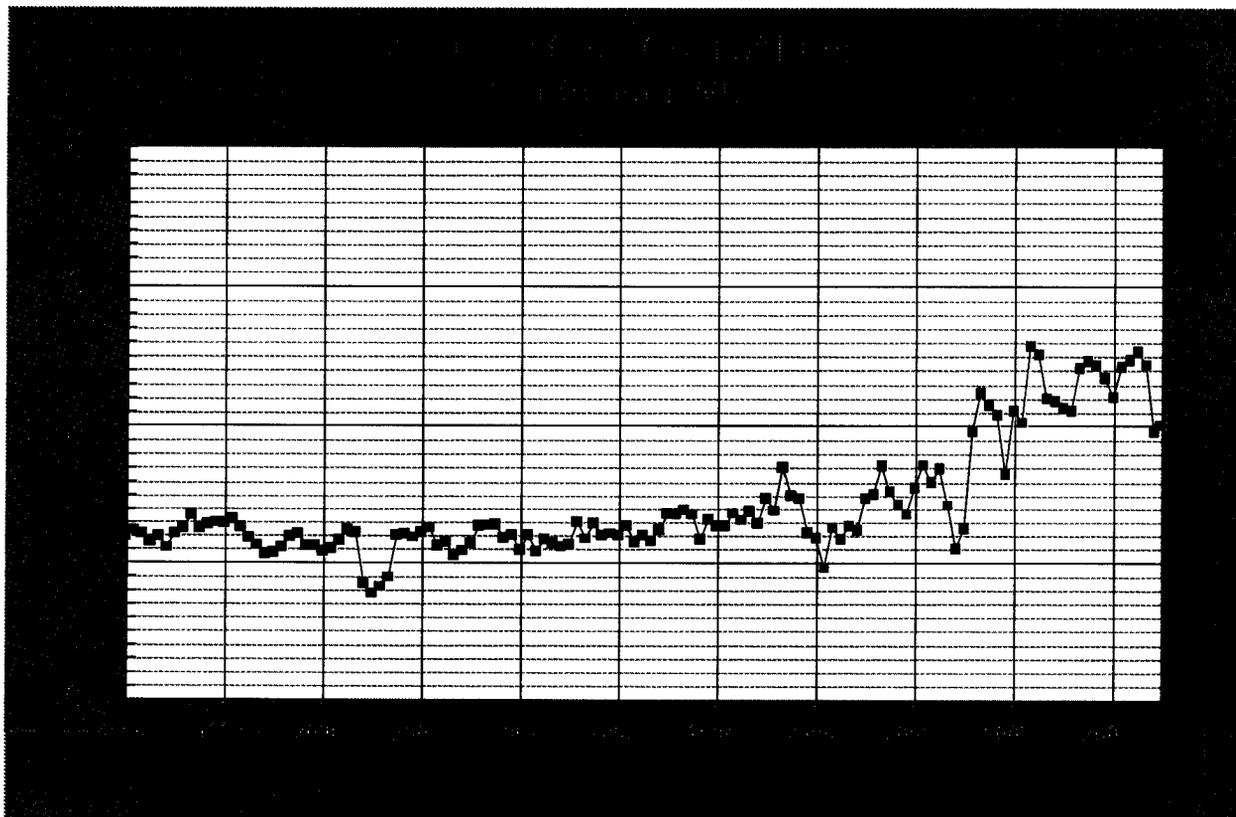
**Montana-Dakota Utilities Co., A Division of
MDU Resources Group, Inc.
July 2008
Fuel Cost Adjustment**

Case No. PU-08-374

MDU increased its electric fuel cost adjustment by 0.057 cents per kWh from 0.653 cents per kWh. The resulting fuel cost adjustment for July is 0.710 cents per kWh.

Combining MDU's Fuel Cost Adjustment with its 1.303 cents per kWh base cost of fuel already included in base tariff rates brings MDU's total average cost of fuel and purchased energy for billing during July to 2.013 cents per kWh as shown on the graph below.

As a result of this change, the electric bill for a typical MDU residential customer consuming 750 kWh per month will increase by \$0.43 for bills rendered in the month of July.



JRL