

505 Nicollet Mall P.O. Box 59038 Minneapolis, MN 55459-0038

October 13, 2016

Mr. Daniel Wolf, Executive Secretary Minnesota Public Utilities Commission 121 7<sup>th</sup> Place East, Suite 350 St. Paul, MN 55101

Re: Reply Comments to the Minnesota Department of Commerce's Comments to CenterPoint Energy Resources Corp., d/b/a CenterPoint Energy Minnesota Gas New Base Cost of Gas Filing Docket No. G-008/GR-15-424
Docket No. G-008/MR-16-741

Dear Mr. Wolf:

CenterPoint Energy Resources Corp., d/b/a CenterPoint Energy Minnesota Gas (Company) has received and reviewed the October 4<sup>th</sup>, 2016 comments from the Minnesota Department of Commerce (Department) concerning the Company's New Base Cost of Gas Filing filed in Docket No. G-008/MR-16-741 that updates the cost-of-gas components, as required in its 2015 General Rate Case in Docket No. G-008/GR-15-424.

In the cover letter to its comments, the Department recommended approval of the Company's new base cost of gas for the Company to coincide with the implementation of final rates in Docket No. G-008/GR-15-424.

The Company agrees with the Department's recommendations and appreciates the Department's thorough analysis of this filing. If you have any questions, please contact me at 612-321-4677 or <a href="mailto:Kevin.Marquardt@CenterPointEnergy.com">Kevin.Marquardt@CenterPointEnergy.com</a>.

Sincerely,

Kevin Marquardt Regulatory Analyst, Regulatory Affairs Kevin.Marquardt@CenterPointEnergy.com