

Section J

20:10:13:87. Schedule J-1 -- Expense Charged Other Than Prescribed

Depreciation. Schedule J-1 shall be included in support of statement J as a reconciliation of the aggregate investment in electric or gas plant shown in statement D, and the expense thereon charged in the first instance to other than prescribed depreciation expense accounts.

Source: 2 SDR 90, effective July 7, 1976; 12 SDR 151, 12 SDR 155, effective July 1, 1986.

General Authority:SDCL [49-34A-4](#).

Law Implemented:SDCL [49-34A-10](#), [49-34A-12](#), [49-34A-41](#).

Schedule J-2 – This Schedule reflects the amortization of the decommissioning regulatory asset. The unamortized regulatory asset amount is included in the Other Rate Base Reductions on Statement M, column (b) and the annual amortization expense is included in the Amortization amount on Statement M, column (b).

Schedule J-3 – This Schedule shows the amortization of the Storm Atlas regulatory asset and system inspection costs. The unamortized regulatory asset is included in the Other Rate Base Reductions on Statement M, column (b) and the annual amortization expense is included in the Amortization amount on Statement M, column (b).

BLACK HILLS POWER, INC.
Amortization of Decommissioning Regulatory Asset - Total Company
For the Pro Forma Test Year Ended September 30, 2013

Line No.	Production Plant	(a) Plant In Service as of 6/30/13	(b) Accumulated Depreciation as of 6/30/2013	(c) (a) - (b) Net Book Value as of 6/30/13	(d) Estimated Depreciation 7/1/13 - 9/30/14	(e) (b) + (d) Estimated Accumulated Depreciation as of 9/30/2014	(f) (a) - (e) Estimated Net Book Value as of 9/30/14	(g) Estimated Total Decommissioning Costs	(h) (f) + (g) Estimated Regulatory Asset
1	Ben French	\$ 14,366,735	\$ 14,283,783	\$ 82,952	\$ 618,060	\$ 14,901,843	\$ (535,108)	\$ 3,959,606	\$ 3,424,498
2	Osage Units 1-3	18,170,580	18,271,582	(101,002)	586,845	18,858,427	(687,847)	3,951,736	3,263,889
3	Neil Simpson	22,394,874	16,690,994	5,703,880	870,675	17,561,669	4,833,205	2,975,413	7,808,618
4	Subtotal								<u>14,497,005</u>
5	Estimated Ben French, Osage, and Neil Simpson I Obsolete Inventory (1)								<u>2,866,565</u>
6	Total								<u>17,363,570</u>
7	Amortization Period (years)								<u>5</u>
8	Annual Amortization Expense								<u>\$ 3,472,714</u>
9									
10	Unamortized Regulatory Asset								<u>\$ 13,890,856</u>
11									
12	Note (1) Obsolete inventory is broken down by unit and removed from rate base on Schedule F-1.								