

## 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 Storm Atlas Regulatory Asset and System Inspection Costs - South Dakota**  
**For the Pro Forma Test Year Ended September 30, 2013**

**Schedule J-3**  
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Line No.	Description	Reference	Amount
1	<b>Storm Atlas Regulatory Asset</b>		
2	Regulatory Asset Balance as of 12/31/13		\$ 2,696,508
3	Estimated Remaining Storm Costs		300,000
4	Total Estimated Regulatory Asset		<u>2,996,508</u>
5			
6	<b>2014 BHP SD System Inspection Costs</b>		
7	Distribution Line Patrol - Contract Labor		\$ 542,000
8	Estimated O&M Repair Work		600,000
9	Total Estimated BHP Inspection Costs		<u>1,142,000</u>
10			
11	<b>Storm Atlas and System Inspection Cost Amortization</b>		
12	Estimated Regulatory Asset and System Inspection Costs		\$ 4,138,508
13	Amortization Period (years)		5
14	Annual Amortization Expense		<u>827,702</u>
15			
16	Unamortized Regulatory Asset		<u>\$ 3,310,806</u>