

**MONTANA-DAKOTA UTILITIES CO.
PLANT IN SERVICE
GAS UTILITY - EAST RIVER
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2004
ADJUSTMENT A**

Function	Balance @ 12/31/03	Balance @ 12/31/04	Average Balance @ 12/31/04	Additions to Plant 1/	Pro Forma Balance @ 12/31/05	Average Balance @ 12/31/05	Pro Forma Adjustment
Distribution	\$10,696,995	\$10,655,165	\$10,676,080	\$13,436	\$10,668,601	\$10,661,883	(\$14,197)
General	1,234,063	1,278,597	1,256,330	55,142	1,333,739	1,306,169	49,839
General Intangible	11,714	11,229	11,472		11,229	11,229	(243)
Common	691,133	720,723	705,928	41,174	761,897	741,313	35,385
Common Intangible	368,665	515,495	442,080	13,933	529,428	522,461	80,381
Construction Work in Progress (CWIP) in Service not yet Classified 2/		45,943	45,943		45,943	45,943	
Total	\$13,002,570	\$13,227,152	\$13,137,833	\$123,685	\$13,350,837	\$13,288,998	\$151,165

1/ See Rule 20:10:13:56, Statement D.

2/ CWIP in Service is reflected at the year end balance.

MONTANA-DAKOTA UTILITIES CO.
PLANT IN SERVICE
GAS UTILITY - EAST RIVER
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2004
ADJUSTMENT A

Acct. No.	Account	Balance @ 12/31/03	Balance @ 12/31/04	Average Balance @ 12/31/04	Pro Forma Adjustments to Plant 1/	Pro Forma Balance @ 12/31/05	Average Balance @ 12/31/05	Pro Forma Adjustment
	<u>Distribution Plant</u>							
374.1	Land	\$16,686	\$16,686	\$16,686		\$16,686	\$16,686	
374.2	Rights of Way	913	913	913		913	913	
375	Structures & Improvements	84,351	84,351	84,351		84,351	84,351	
376	Mains	6,750,204	6,840,031	6,795,117	\$3,200	6,843,231	6,841,631	46,514
378	Meas. & Reg. Equip.-General	8,441	8,441	8,441	22	8,463	8,452	11
379	Meas. & Reg. Equip.-City Gate	589,162	589,162	589,162		589,162	589,162	
380	Services	2,306,514	2,409,364	2,357,939	7,808	2,417,172	2,413,268	55,329
381	Positive Meters	824,778	618,477	721,628	2,120	620,597	619,537	(102,091)
383	Service Regulators	107,604	79,398	93,501	286	79,684	79,541	(13,960)
387.1	Cathodic Protection Equip.	2,304	2,304	2,304	.	2,304	2,304	
387.2	Other Distribution Equip.	6,038	6,038	6,038		6,038	6,038	
	Total Distribution Plant	\$10,696,995	\$10,655,165	\$10,676,080	\$13,436	\$10,668,601	\$10,661,883	(\$14,197)
	<u>General Plant</u>							
389	Land	\$87,622	\$86,270	\$86,946		\$86,270	\$86,270	(676)
390	Structures and Improvements	554,195	545,644	549,919		545,644	545,644	(\$4,275)
391.1	Furniture and Fixtures	41,644	41,419	41,531		41,419	41,419	(112)
391.3	Computer Equip. - PC	61,748	68,629	65,188		68,629	68,629	3,441
392.1	Trans. Equip., Non-Unitized	4,593	4,593	4,593		4,593	4,593	
392.2	Trans. Equip., Unitized	244,408	282,757	263,583	35,191	317,948	300,353	36,770
394.1	Tools,Shop&Gar. Eq.-Non-Un.	40,875	45,132	43,004	8,019	53,151	49,142	6,138
394.2	Tools,Shop&Gar. Eq.-Unitized	2,922	2,922	2,922		2,922	2,922	
395	Laboratory Equipment	714	520	617		520	520	(97)
396.1	Power Operated Equip.	10,526	10,526	10,526		10,526	10,526	
396.2	Work Equipment Trailers	164,220	170,630	167,425	11,932	182,562	176,596	9,171
397.1	Radio Comm. Equip.-Fixed	13,588	13,588	13,588		13,588	13,588	
397.2	Radio Comm. Equip.-Mobile	4,841	4,841	4,841		4,841	4,841	

MONTANA-DAKOTA UTILITIES CO.
PLANT IN SERVICE
GAS UTILITY - EAST RIVER
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2004
ADJUSTMENT A

Acct. No.	Account	Balance @ 12/31/03	Balance @ 12/31/04	Average Balance @ 12/31/04	Pro Forma Adjustments to Plant 1/	Pro Forma Balance @ 12/31/05	Average Balance @ 12/31/05	Pro Forma Adjustment
397.3	General Tele. Comm. Equip.	780	780	780		780	780	
397.8	Network Equipment	1,039		520				(520)
398	Miscellaneous Equipment	348	346	347		346	346	(1)
	Total General Plant	\$1,234,063	\$1,278,597	1,256,330	\$55,142	\$1,333,739	\$1,306,169	\$49,839
303	Intangible Plant - General	\$11,714	\$11,229	\$11,472		\$11,229	\$11,229	(\$243)
	<u>Common Plant</u>							
389	Land	\$15,958	\$15,761	\$15,859		\$15,761	\$15,761	(\$98)
390	Structures and Improvements	219,803	223,406	221,604	\$691	224,097	223,752	2,148
391.1	Furniture and Fixtures	48,118	49,118	48,618	4,133	53,251	51,185	2,567
391.2	Computer Equip.- Bull/AS400	362		181	2,714	2,714	1,357	1,176
391.3	Computer Equip. - PC	97,104	96,121	96,612	18,657	114,778	105,450	8,838
391.4	Computer Equip. - Other (EMS)	134	131	132		131	131	(1)
391.5	Computer Equip. - Other	1,578	1,789	1,683		1,789	1,789	106
392.1	Trans. Equip., Non-Unitized	5,973	5,960	5,966		5,960	5,960	(6)
392.2	Trans. Equip., Unitized	116,339	146,272	131,305	5,545	151,817	149,045	17,740
392.3	Aircraft	112,236	110,049	111,143		110,049	110,049	(1,094)
393	Stores Equipment	1,496	1,494	1,495		1,494	1,494	(1)
394.1	Tools, Shop & Gar. Equip.	4,200	4,241	4,221	1,198	5,439	4,840	619
394.3	Vehicle Maint. Equip.	2,581	2,636	2,609		2,636	2,636	27
394.4	Vehicle Refueling Equip.	2,492	2,461	2,477		2,461	2,461	(16)
396.2	Work Equipment Trailers	9,787	9,784	9,786		9,784	9,784	(2)
397.1	Radio Comm. Equip.-Fixed	6,557	6,496	6,526	6,385	12,881	9,689	3,163
397.2	Radio Comm. Equip.-Mobile	10,360	10,662	10,511		10,662	10,662	151
397.3	General Tele. Comm. Equip.	11,311	10,602	10,957		10,602	10,602	(355)
397.5	Supervisory & Tele. Equip.	53	52	53		52	52	(1)

**MONTANA-DAKOTA UTILITIES CO.
PLANT IN SERVICE
GAS UTILITY - EAST RIVER
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2004
ADJUSTMENT A**

Acct. No.	Account	Balance @ 12/31/03	Balance @ 12/31/04	Average Balance @ 12/31/04	Pro Forma Adjustments to Plant 1/	Pro Forma Balance @ 12/31/05	Average Balance @ 12/31/05	Pro Forma Adjustment
397.8	Network Equipment	9,984	8,778	9,381	1,851	10,629	9,704	323
398	Miscellaneous Equipment	14,707	14,910	14,809		14,910	14,910	101
	Total Common Plant	<u>\$691,133</u>	<u>\$720,723</u>	<u>\$705,928</u>	<u>\$41,174</u>	<u>\$761,897</u>	<u>\$741,313</u>	<u>\$35,385</u>
303	Intangible Plant - Common	\$368,665	\$515,495	\$442,080	\$13,933	\$529,428	\$522,461	\$80,381
	Total Gas Plant in Service	<u><u>\$13,002,570</u></u>	<u><u>\$13,181,209</u></u>	<u><u>\$13,091,890</u></u>	<u><u>\$123,685</u></u>	<u><u>\$13,304,894</u></u>	<u><u>\$13,243,055</u></u>	<u><u>\$151,165</u></u>

1/ See Rule 20:10:13:56, Statement D.

MONTANA-DAKOTA UTILITIES CO.
DETAILED COST OF PLANT
GAS UTILITY
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2004

Acct. No.	Account	Balance @ 12/31/03	Additions	Retirements	Transfers	Balance @ 12/31/04
<u>Distribution Plant</u>						
374.1	Land	\$108,851	\$0	\$0	\$0	\$108,851
374.2	Rights of Way	97,018	4,646	0	0	101,664
375	Structures & Improvements	530,938	23,842	(8,147)	0	546,633
376	Mains	83,734,093	3,589,742	(390,888)	186	86,933,133
378	Measuring & Regulating Equip. - Gen.	1,457,503	137,138	(16,732)	0	1,577,909
379	Measuring & Regulating Equip. - City Gate	1,027,921	5,187	(1,470)	0	1,031,638
380	Services	35,672,750	2,724,037	(184,932)	(186)	38,211,669
381	Meters	33,534,098	1,271,554	(29,662)	(262,389)	34,513,601
383	Service Regulators	4,598,999	109,553	(3,292)	(48,015)	4,657,245
385	Industrial Measuring & Regulating Equip.	628,061	22,740	(465)	0	650,336
386.1	Misc. Property on Customer Premise	1,680	0	0	0	1,680
386.2	Other Property on Customer Premise	432,811	0	0	0	432,811
387.1	Cathodic Protection Equipment	1,516,395	93,284	(11,487)	0	1,598,192
387.2	Other Distribution Equipment	556,654	12,146	0	0	568,800
	Total Distribution Plant	\$163,897,772	\$7,993,869	(\$647,075)	(\$310,404)	\$170,934,162
<u>General Plant</u>						
389	Land	\$851,555	\$0	\$0	\$0	\$851,555
390	Structures & Improvements	5,701,913	17,310	(3,228)	0	5,715,995
391.1	Office Furniture & Equipment	372,084	5,957	406	0	378,447
391.3	Computer Equip.-PC	973,802	226,318	(67,444)	0	1,132,676
392.1	Transportation Equipment - Non-Unitized	171,482	0	(310)	0	171,172
392.2	Transportation Equipment - Unitized	6,912,036	1,489,582	(703,343)	76,039	7,774,314
393	Stores Equipment	143,015	0	0	0	143,015
394.1	Tools,Shop&Gar. Equip.-Non-Unitized	1,468,637	130,105	(2,356)	0	1,596,386
394.2	Tools,Shop&Gar. Equip.-Unitized	106,065	0	(20,505)	(506)	85,054
394.3	Vehicle Maintenance Equipment	31,177	0	0	0	31,177
394.4	Vehicle Refueling Equipment	192,847	0	0	0	192,847
395	Laboratory Equipment	212,821	0	(20,929)	0	191,892

**MONTANA-DAKOTA UTILITIES CO.
 DETAILED COST OF PLANT
 GAS UTILITY
 FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2004**

Acct. No.	Account	Balance @ 12/31/03	Additions	Retirements	Transfers	Balance @ 12/31/04
396.1	Work Equipment Trailers	354,296	53,245	(5,538)	(8,592)	393,411
396.2	Power Operated Equipment	4,488,543	1,750,368	(1,294,072)	76,854	5,021,693
397.1	Radio Communication Equip. - Fixed	509,703	10,670	0	0	520,373
397.2	Radio Communication Equip. - Mobile	416,630	3,093	0	0	419,723
397.3	General Tele. Comm. Equip.	43,154	3,610	0	0	46,764
397.5	Supervisory & Tele. Equip.	1,124	0	(1,124)	0	0
397.6	Scada System	0	0	0	0	0
397.8	Network Equipment	39,289	(2,420)	(17,001)	0	19,868
398	Miscellaneous Equipment	46,607	0	(41)	0	46,566
	Total General Plant	<u>\$23,036,780</u>	<u>\$3,687,838</u>	<u>(\$2,135,485)</u>	<u>\$143,795</u>	<u>\$24,732,928</u>
303	General Intangible	477,530	(1,545)	0	0	475,985
	Common Plant - Gas 1/	19,728,335				22,722,597
	<u>Gas Plant Leased to Others</u>					
386.3	CNG Demo/Lease	25,773	0	0	0	25,773
114.2	Acquisition Adjustments	97,266	0	0	0	97,266
	Total Gas Plant in Service	<u>\$207,263,456</u>	<u>\$11,680,162</u>	<u>(\$2,782,560)</u>	<u>(\$166,609)</u>	<u>\$218,988,711</u>

1/ Common plant is either directly assigned or allocated to gas and electric plant. Total common plant additions, retirements, transfers and adjustments for the twelve months ended December 31, 2004 are \$9,270,047, \$2,411,419, and (\$34,085) respectively.

**MONTANA-DAKOTA UTILITIES CO.
BOOK CHANGES IN GAS PLANT IN SERVICE
TWELVE MONTHS ENDING DECEMBER 31, 2004**

Work Order #	Description	Location	Construction Period	Date Placed In Service	Beginning Balance	Major Additions	Major Retirements	Transfers	Ending Balance
					\$187,412,082				
J148622	Install 10" IP feeder main in Rapid City	SD	9/01/04-11/16/04	11/16/2004		\$737,470			
J147556	Relocate Kruse Creek Lateral at Bighorr	WY	3/16/04-3/26/04	3/26/2004		175,290			
J148539	Replace bare unprotected main, Billings	MT	3/16/04-10/15/04	10/15/2004		166,432			
	Major Projects Subtotal				<u>187,412,082</u>	<u>1,079,192</u>			
	Miscellaneous Projects Subtotal				<u>187,412,082</u>	<u>10,600,970</u>	<u>(2,782,560)</u>	<u>(166,609)</u>	<u>196,143,075</u>
	Common Plant Allocated to Gas				19,728,338				22,722,597
	Gas Plant Leased To Others				25,773				25,773
	Total Gas Plant				<u>\$207,166,193</u>				<u>\$218,891,445</u>

1/ Includes \$983,303 retirement of Sheridan, WY office.

**MONTANA-DAKOTA UTILITIES CO.
 GAS CWIP IN SERVICE
 GAS UTILITY - EAST RIVER
 FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2004**

Work Order Number	Description	State	Total	Distribution	General	Common
J130365	Purchase and install Mobil Up equipment	SD	(\$48)		(\$48)	
J103952	Purchase two color laser printers	ND	15			15
J133977	Replace meter reading system	ND	259			259
Small items grouped 1/:						
(28)	Distribution	SD	\$25,701	\$25,701		
(11)	General	SD	8,142		8,142	
(27)	Common	ND	11,874			11,874
	Total		<u>\$45,943</u>	<u>\$25,701</u>	<u>\$8,094</u>	<u>\$12,148</u>

1/ Numbers in brackets indicate the number of work orders involved in each item of construction.

**MONTANA-DAKOTA UTILITIES CO.
PLANT ADDITIONS - SUMMARY
GAS UTILITY - EAST RIVER
PRO FORMA 2005**

	<u>Amount</u>
Distribution	\$13,436
General	
Other	8,019
Transportation	35,191
Work Equipment	<u>11,932</u>
Total General	\$55,142
Common	
Other	14,258
Computer	21,371
Transportation	5,545
Intangible	<u>13,933</u>
Total Common	\$55,107
Total Additions	<u><u>\$123,685</u></u>

**MONTANA-DAKOTA UTILITIES CO.
 PLANT ADDITIONS - SUMMARY
 GAS UTILITY - EAST RIVER
 PRO FORMA 2005**

<u>Acct. #</u>	<u>Project No.</u>	<u>Description</u>	<u>Region</u>	<u>Amount</u>
		<u>Distribution</u>		
376	B12930R	Mains Replace	Dakota Heartland	\$2,571
376	B13930R	Mains Replace	Black Hills	629
378	B900034	Measuring & Regulating Equipment	General Office	22
380	B12933	Service Lines	Dakota Heartland	1,702
380	B13933	Service Lines	Black Hills	6,106
381	B90031	Meters	General Office	2,120
383	B90032	Regulators	General Office	286
		Total Distribution		\$13,436
		<u>General</u>		
392.2	B13938	Vehicles	Black Hills	\$35,191
394.1	B12943	Minor Work Equipment	Dakota Heartland	2,581
394.1	B13943	Minor Work Equipment	Black Hills	5,161
394.1	B90043	Minor Work Equipment	General Office	277
396.2	B13939	Work Equipment	Black Hills	11,932
		Total General		\$55,142
		<u>Common</u>		
390	J151137	Install Security Entrance	General Office	\$691
391.1	B12482	Office Equipment	Dakota Heartland	165
391.1	B90082	Office Equipment	General Office	3,968
391.2	J151335	Central Cash Encoder/Endorser	General Office	2,714
391.3	J151197	Purchase UPS Battery	General Office	419
391.3	B90080	Personal computers	General Office	13,200
391.3	J144522	Purchase 50 replace MDTs	General Office	5,038
392.2	B90078	Vehicles	General Office	5,545
394.1	B90083	Minor Work Equipment	General Office	1,198
397.1	B12484	Communication Equipment	Dakota Heartland	3,140
397.1	B90084	Communication Equipment	General Office	3,245
397.8	B90081	Network Equipment	General Office	1,851
		Total Common		\$41,174
		<u>Common - Intangible</u>		
303	J144387	Upgrade Mobile Up To Version 6	General Office	\$3,084
303	J144879	Implement People Soft E1 8.10	General Office	1,110
303	J151224	Upgrade Forecast/Budget System	General Office	2,221
303	J151256	EDMS Additional User License	General Office	1,204
303	J151336	EnterpriseOne Reporting Tool	General Office	1,851
303	J151761	Purchase PSS/Odms License	General Office	4,463
		Common Intangible		\$13,933
		Total		\$123,685

MONTANA-DAKOTA UTILITIES CO.
AVERAGE ALLOCATED GAS PLANT IN SERVICE BALANCES
GAS UTILITY - EAST RIVER
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2004

Acct. No.	Account	Average											
		January	February	March	April	May	June	July	August	September	October	November	December
<u>Distribution Plant</u>													
374.1	Land	\$16,686	\$16,686	\$16,686	\$16,686	\$16,686	\$16,686	\$16,686	\$16,686	\$16,686	\$16,686	\$16,686	\$16,686
374.2	Rights of Way	913	913	913	913	913	913	913	913	913	913	913	913
375	Structures & Improvements	84,351	84,351	84,351	84,351	84,351	84,351	84,351	84,351	84,351	84,351	84,351	84,351
376	Mains	6,744,658	6,739,790	6,740,467	6,740,467	6,741,279	6,739,954	6,739,192	6,743,925	6,781,665	6,816,047	6,823,385	6,835,377
378	Meas & Reg Equip-General	8,441	8,441	8,441	8,441	8,441	8,441	8,441	8,441	8,441	8,441	8,441	8,441
379	Meas & Reg Equip-City Gate	589,162	589,162	589,162	589,162	589,162	589,162	589,162	589,162	589,162	589,162	589,162	589,162
380	Services	2,314,869	2,323,433	2,322,984	2,321,648	2,327,142	2,336,451	2,346,068	2,357,035	2,371,615	2,381,711	2,391,464	2,405,291
381	Positive Meters	713,059	601,345	602,881	604,313	605,750	607,723	610,384	612,600	617,292	621,994	622,444	620,686
383	Service Regulators	92,989	78,444	78,486	78,456	78,460	78,813	79,161	79,337	79,728	79,942	80,028	79,756
387.1	Cathodic Protection Equip.	2,304	2,304	2,304	2,304	2,304	2,304	2,304	2,304	2,304	2,304	2,304	2,304
387.2	Other Distribution Equip.	6,038	6,038	6,038	6,038	6,038	6,038	6,038	6,038	6,038	6,038	6,038	6,038
	Total Distribution Plant	\$10,573,468	\$10,450,906	\$10,452,713	\$10,452,778	\$10,460,526	\$10,470,834	\$10,482,700	\$10,500,791	\$10,558,194	\$10,607,589	\$10,625,216	\$10,649,004
<u>General Plant</u>													
389	Land	\$86,946	\$86,270	\$86,270	\$86,270	\$86,270	\$86,270	\$86,270	\$86,270	\$86,270	\$86,270	\$86,270	\$86,270
390	Structures and Improvements	549,920	545,644	545,644	545,644	545,644	545,644	545,644	545,644	545,644	545,644	545,644	545,644
391.1	Furniture & Fixtures	41,378	41,111	41,111	41,111	41,111	41,111	41,111	41,257	41,411	41,419	41,419	41,419
391.3	Computer Equip.-PC	62,107	62,466	61,857	62,005	65,692	68,844	69,067	69,067	68,848	68,629	68,629	68,629
392.1	Transportation Equip, Non-Un.	4,593	4,593	4,593	4,593	4,593	4,593	4,593	4,593	4,593	4,593	4,593	4,593
392.2	Transportation Equip, Unitized	245,144	245,879	235,902	225,924	242,166	258,408	258,812	259,101	268,834	278,682	281,423	283,461
394.1	Tools,Shop&Gar. Equip.-Non-Un.	41,526	42,177	42,177	42,177	42,177	42,177	42,192	43,670	45,132	45,132	45,132	45,132
394.2	Tools,Shop&Gar. Equip.-Unitized	2,922	2,922	2,922	2,922	2,922	2,922	2,922	2,922	2,922	2,922	2,922	2,922
395	Laboratory Equipment	617	520	520	520	520	520	520	520	520	520	520	520
396.1	Power Operated Equip.	10,526	10,526	10,526	10,526	10,526	10,526	10,526	10,526	10,526	10,526	10,526	10,526
396.2	Work Equipment Trailers	164,220	164,220	164,220	168,693	173,165	173,165	171,898	170,630	170,630	170,630	170,630	170,630
397.1	Radio Comm. Equip.-Fixed	13,588	13,588	13,588	13,588	13,588	13,588	13,588	13,588	13,588	13,588	13,588	13,588
397.2	Radio Comm. Equip.-Mobile	4,841	4,841	4,841	4,841	4,841	4,841	4,841	4,841	4,841	4,841	4,841	4,841
397.3	General Tele. Comm. Equip.	780	780	780	780	780	780	780	780	780	780	780	780
397.8	Network Equipment	1,039	1,039	1,039	1,039	1,039	1,039	1,039	1,039	1,039	1,039	520	-
398	Miscellaneous Equipment	347	346	346	346	346	346	346	346	346	346	346	346
	Total General Plant	\$1,230,493	\$1,226,922	\$1,216,336	\$1,210,979	\$1,235,380	\$1,254,774	\$1,254,149	\$1,254,793	\$1,265,923	\$1,275,561	\$1,277,783	\$1,279,301
303	Intangible Plant - General	\$11,472	\$11,229	11,229	\$11,229	\$11,229	\$11,229	\$11,229	\$11,229	\$11,229	\$11,229	\$11,229	\$11,229

MONTANA-DAKOTA UTILITIES CO.
AVERAGE ALLOCATED GAS PLANT IN SERVICE BALANCES
GAS UTILITY - EAST RIVER
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2004

Acct. No.	Account	Average											
		January	February	March	April	May	June	July	August	September	October	November	December
	Common Plant												
389	Land	\$15,860	\$15,761	\$15,761	\$15,761	\$15,761	\$15,761	\$15,761	\$15,761	\$15,761	\$15,761	\$15,761	\$15,761
390	Structures and Improvements	218,600	217,260	217,123	217,029	218,516	220,121	220,153	220,141	221,497	222,873	222,873	223,140
391.1	Furniture & Fixtures	47,657	47,198	47,265	47,556	48,354	48,938	48,986	49,024	49,047	49,070	49,077	49,101
391.2	Computer Equipment-Bull/AS400	359	356	356	356	356	356	356	356	356	356	178	-
391.3	Computer Equip.-PC	96,957	97,089	96,088	94,994	95,893	96,945	97,681	98,228	96,956	95,534	95,797	96,090
391.4	Computer Equip. - Other (EMS)	133	131	131	131	131	131	131	131	131	131	131	131
391.5	Computer Equip.-Other	1,565	1,551	1,551	1,551	1,670	1,789	1,789	1,789	1,789	1,789	1,789	1,789
392.1	Trans. Equip., Non-Unitized	5,967	5,960	5,960	5,960	5,960	5,960	5,960	5,960	5,960	5,960	5,960	5,960
392.2	Trans. Equip., Unitized	116,392	117,385	118,396	137,822	160,171	163,059	162,982	159,698	151,091	145,795	145,692	145,930
392.3	Aircraft	111,278	110,185	110,049	110,049	110,049	110,049	110,049	110,049	110,049	110,049	110,049	110,049
393	Stores Equip.	1,495	1,494	1,494	1,494	1,494	1,494	1,494	1,494	1,494	1,494	1,494	1,494
394.1	Tools, Shop and Garage Equip.	4,221	4,241	4,241	4,241	4,241	4,241	4,241	4,241	4,241	4,241	4,241	4,241
394.3	Vehicle Maint. Equip.	2,567	2,552	2,552	2,552	2,552	2,552	2,552	2,594	2,636	2,636	2,636	2,636
394.4	Vehicle Refueling Equip.	2,477	2,461	2,461	2,461	2,461	2,461	2,461	2,461	2,461	2,461	2,461	2,461
396.2	Work Equipment Trailers	9,786	9,784	9,784	9,784	9,784	9,784	9,784	9,784	9,784	9,784	9,784	9,784
397.1	Radio Comm. Equip.-Fixed	6,527	6,496	6,496	6,496	6,496	6,496	6,496	6,496	6,496	6,496	6,496	6,496
397.2	Radio Comm. Equip.-Mobile	10,301	10,242	10,242	10,242	10,242	10,242	10,242	10,242	10,242	10,242	10,242	10,452
397.3	General Tele. Comm. Equip.	11,234	11,156	11,156	11,156	11,169	11,182	11,182	11,182	11,182	11,182	10,892	10,602
397.5	Supervisory & Tele. Equip.	53	52	52	52	52	52	52	52	52	52	52	52
397.8	Network Equipment	9,936	9,888	9,888	9,907	9,972	10,018	10,106	10,194	10,249	10,304	9,541	8,778
398	Miscellaneous Equipment	14,617	14,527	14,534	14,541	14,666	14,802	14,813	14,813	14,813	14,813	14,813	14,862
	Total Common Plant	\$687,976	\$685,768	\$685,580	\$704,134	\$729,988	\$736,432	\$737,270	\$734,690	\$726,287	\$721,023	\$719,958	\$719,808
303	Intangible Plant - Common	\$366,046	\$363,392	\$363,356	\$363,356	\$363,356	\$363,356	\$363,356	\$363,356	\$380,433	\$397,510	\$399,086	\$458,079
	Total Gas Plant in Service	\$12,869,454	\$12,738,216	\$12,729,213	\$12,742,475	\$12,800,478	\$12,836,625	\$12,848,704	\$12,864,858	\$12,942,066	\$13,012,912	\$13,033,271	\$13,117,420

**MONTANA-DAKOTA UTILITIES CO.
BOOK CHANGES IN GAS PLANT IN SERVICE
TWELVE MONTHS ENDING DECEMBER 31, 2003**

<u>Work Order #</u>	<u>Description</u>	<u>Location</u>	<u>Construction Period</u>	<u>Date Placed In-Service</u>	<u>Beginning Balance</u>	<u>Major Additions</u>	<u>Major Retirements</u>	<u>Transfers</u>	<u>Ending Balance</u>
	Gas Plant				\$181,442,752				
J131204	Relocate gas main on Omaha St., Rapid City	SD	7/22/02-1/31/03	01/31/03		\$380,352			
J138318	Upgrade IP system of East Bismarck	ND	1/15/03-7/31/03	7/31/03		359,567			
J133092	Replace bare unprotected main, Billings	MT	5/5/03-12/8/03	12/8/03		198,639			
J143282	Gas main extension at Hidden Lake Sub, Billings	MT	3/27/03-12/15/03	12/15/2003		178,365			
J119404	Install Main, Billings	MT	4/25/03-5/23/03	5/23/2003		175,854			
J142889	Extend gas main in SE Minot	ND	7/13/03-11/16/03	11/16/2003		141,773			
J128484	Extend gas main - Copper Oaks, Rapid City	SD	7/1/02-6/30/03	6/30/2003		130,848			
	Major projects Subtotal				<u>181,442,752</u>	<u>1,565,398</u>	<u>0</u>	<u>0</u>	
	Miscellaneous Projects					<u>9,237,361</u>	<u>5,076,567</u>	<u>243,138</u>	
	Subtotal				<u>181,442,752</u>	<u>10,802,759</u>	<u>5,076,567</u>	<u>243,138</u>	<u>187,412,082</u>
	Common Plant Allocated to Gas				19,155,660				19,728,338
	Gas Plant Leased to Others				25,773				25,773
	Total Gas Plant				<u>\$200,624,185</u>				<u>\$207,166,193</u>

**MONTANA-DAKOTA UTILITIES CO.
BOOK CHANGES IN GAS PLANT IN SERVICE
TWELVE MONTHS ENDING DECEMBER 31, 2002**

Work Order #	Description	Location	Construction Period	Date Placed In Service	Beginning Balance	Major Additions	Major Retirements	Transfers	Ending Balance
					\$171,266,389				
J939941	Construct Office/Service Ctr., Rapid City	SD	12/15/00-1/28/02	1/28/2002		\$4,110,375			
J101500	Remediate Old Gas Plant Site, Rapid City	SD	2/29/00-1/28/02	1/28/2002		629,733			
J131204	Replace Main - Omaha St., Rapid City	SD	7/22/02-1/31/03	1/31/2003		232,090			
J106177	Purchase Office Furniture/Equip., Rapid City	SD	10/1/01-5/9/02	5/9/2002		216,693			
J119794	Install 6" Main-Northeast Bismarck	ND	5/28/02-7/29/02	7/29/2002		171,073			
J119413	Replace Low Pressurt Main - Billings	MT	6/12/02-7/23/03	7/23/2003		120,935			
	Major Projects Subtotal				171,266,389	5,480,899			
	Miscellaneous Projects Subtotal				171,266,389	6,233,933	1,568,750	30,281	181,442,752
	Common Plant Allocated to Gas Plant Leased To Others				17,624,824	11,714,832	1,568,750	30,281	19,155,660
	Total Gas Plant				25,773				25,773
					<u>\$188,916,986</u>				<u>\$200,624,185</u>

**MONTANA-DAKOTA UTILITIES CO.
BOOK CHANGES IN GAS PLANT IN SERVICE
TWELVE MONTHS ENDING DECEMBER 31, 2001**

<u>Work order #</u>	<u>Description</u>	<u>Location</u>	<u>Construction Period</u>	<u>Date Placed In-Service</u>	<u>Beginning Balance</u>	<u>Major Additions</u>	<u>Major Retirements</u>	<u>Ending Balance</u>
	Gas Plant				\$166,096,899			
14001	Replace low pressure main	MT	5/23/01-11/28/01	11/23/01		\$117,505		
11910	Replace main on Highway 12 rebuild	MT	5/15/01-7/27/01	7/27/01		101,239		
04363	Extend main to serve several new subdivisions	WY	11/2/00-12/29/00	12/29/00		152,164		
	Major projects Subtotal				<u>166,096,899</u>	<u>370,908</u>	<u>0</u>	
	Miscellaneous Projects Subtotal				<u>166,096,899</u>	<u>7,536,312</u>	<u>2,737,730</u>	<u>171,266,389</u>
	Common Plant Allocated to Gas				18,300,687	7,907,220	2,737,730	17,624,824 1/
	Gas Plant Leased to Others				29,961		4,188	25,773
	Total Gas Plant				<u>\$184,427,547</u>			<u>\$188,916,986</u>

Includes \$2,111,160 retirement for sale of Schuchart Building.

**MONTANA-DAKOTA UTILITIES CO.
BOOK CHANGES IN GAS PLANT IN SERVICE
TWELVE MONTHS ENDING DECEMBER 31, 2000**

Work Order #	Description	Location	Construction Period	Date Placed In Service	Beginning Balance	Major Additions	Major Retirements	Transfers	Ending Balance
					\$160,498,750				
J104363	Extend Main in Big Horn, Wyoming	WY	6/15/00-12/29/00	12/29/2000		\$167,613			
J103818	Relocate Main Rimrock Rd, Billings, MT	MT	6/13/00-11/20/00	11/20/2000		102,592			
J92036	Extemd 6" Main IP Loop, Bismarck, ND	ND	8/9/00-9/5/00	9/5/2000		89,772			
J93301	Replace 8" Main Shiloh Rd., West Billings	MT	10/26/00-12/22/00	12/22/2000		78,159			
J92628	Install Main South of Sturgis	SD	8/2/99-2/20/00	2/20/2000		75,894			
Major Projects Subtotal					160,498,750	514,030	0	0	
Miscellaneous Projects						6,483,199	1,973,305	574,225	
Subtotal					160,498,750	6,997,229	1,973,305	574,225	166,096,899
Common Plant Allocated to Gas					17,941,936				18,300,687
Gas Plant Leased To Others					29,961				29,961
Total Gas Plant					<u>\$178,470,647</u>				<u>\$184,427,547</u>

**MONTANA-DAKOTA UTILITIES CO.
METHODS AND PROCEDURES FOLLOWED IN CAPITALIZING
THE ALLOWANCE FOR FUNDS USED DURING
CONSTRUCTION AND OTHER CONSTRUCTION OVERHEADS**

There has been no change in the methodology employed or the procedures followed in capitalizing the allowance for funds used during construction and other construction overheads as was reported in the Company's last FERC Form 1.

**MONTANA-DAKOTA UTILITIES CO.
SIGNIFICANT CHANGES IN
INTANGIBLE PLANT**

There have been no significant changes in Intangible Plant balances since the end of the year reported in the Company's last FERC Form 1.

**MONTANA-DAKOTA UTILITIES CO.
WORKING PAPERS ON PLANT
NOT USED & USEFUL**

Montana-Dakota has no such plant.

**MONTANA-DAKOTA UTILITIES CO.
DESCRIPTION OF PROPERTY RECORDS**

The Company's Continuing Property Records are maintained in accordance with the Uniform System of Accounts as prescribed by the Federal Energy Regulatory Commission (FERC). The Plant Accounting System, which is computerized, records additions to utility plant at original cost (including overhead costs and an allowance for funds used during construction) through charges to work orders maintained in the Plant Accounting Construction Work in Progress (CWIP) System.

As construction projects are completed and the plant is placed in service, the costs accumulated in related work orders are unitized and transferred to FERC Account 101, Plant in Service. Such costs are recovered from utility customers through depreciation charges to cost of service. Upon retirement or other disposition of the plant property units, in the ordinary course of business, the original cost is transferred from Account 101 and charged to Account 108, Accumulated Provision for Depreciation of Utility Plant, plus or minus any net salvage.

**MONTANA-DAKOTA UTILITIES CO.
GAS PLANT ACQUISITIONS WITHOUT REGULATORY APPROVAL
TWELVE MONTHS ENDING DECEMBER 31, 2004**

None.