Montana-Dakota Utilities Co.
Docket NG12-008
South Dakota Gas Average Rate Base with Known and Measurable Adjustment
Adjusted Test Year Ending June 30, 2012

Exhibit___(BAM-2)
Schedule 1
Page 1 of 1

Line No.	Description	South Dakota Test Year Average Per Books	Total Pro Forma Adjustments	South Dakota Pro Forma Rate Base
	(a)	(b)	(c)	(d)
1	Gas Plant in Service (101)			
2	Production	$ 2,162,745	$ (2,162,745)	$ -
3	Distribution	67,415,548	1,446,485	68,862,033
4	General	13,056,802	247,314	13,304,116
5	Common	5,460,061	3,849,865	9,309,926
6	Total Gas Plant in Service (101)	88,095,156	3,380,919	91,476,075
7	Gas - Completed Construction Not Classified (106)	1,438,378	(19,098)	1,419,280
8	Total Plant in Service (101 and 106)	89,533,534	3,361,821	92,895,354
9	Accumulated Depreciation			
10	Production	70,414	(70,414)	-
11	Distribution	36,594,406	46,243	36,640,649
12	General	3,765,308	16,475	3,781,783
13	Common	9,346,850	76,007	9,422,857
14	Total Accumulated Depreciation	49,776,978	68,311	49,845,289
15	TOTAL NET GAS PLANT IN SERVICE	39,756,556	3,293,510	43,050,065
16	Additions to Rate Base:			
17	Material and Supplies	509,214	2,558	511,772
18	Fuel Stocks (Propane & NG storage)	-	-	-
19	Prepayments	120,156	7,509	127,665
20	Unamortized Gain/Loss on Debt	572,846	(16,989)	555,857
21	Advanced Tax Collection	-	(110,496)	(110,496)
22	Cash Working Capital	-	(357,245)	(357,245)
23	Other	15,864	35,148	51,012
24	TOTAL ADDITIONS TO RATE BASE	1,218,080	(439,515)	778,565
25	Deductions to Rate Base:			
26	Accumulated Deferred Income Taxes	7,209,589	(114,786)	7,094,804
27	Accumulated Investment Tax Credits	-	-	-
28	Customer Advances for Construction	713,663	64,508	778,171
29	Customer Deposits	228,021	-	228,021
30	Customer Guarantee	1,049,613	876,572	1,926,185
31	Accumulated Provision for Injuries and Damages	61,232	49,940	111,172
32	Other	-	-	-
33	TOTAL DEDUCTIONS TO RATE BASE	9,262,118	876,235	10,138,353
34	**TOTAL SOUTH DAKOTA RATE BASE**	**$ 31,712,518**	**$ 1,977,760**	**$ 33,690,278**

Sources:

Line 6: Sum of lines 2 through 5	Line 33: Sum of lines 26 through 32
Line 8: Line 6 plus line 7	Line 34: Line 15 plus 24 less line 33
Line 14: Sum of lines 10 through 13	Column b: BAM-2, Schedule 2, page 1, column b
Line 15: Line 8 less line 14	Column c: BAM-2, Schedule 2, page 1, column p
Line 24: Sum of lines 17 through 23	Column d: column b plus column c