Montana-Dakota Utilities Co.
Docket NG15-005
SD Gas Operating Income Statement w/ Known and Measurable Adjustments and Revenue Adjustment
Adjusted Test Year Ending December 31, 2014

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

Line No.	Description	South Dakota Per Books	Total Staff Adjustments	Adjusted Test Year	Revenue Adjustment	Adjusted Test Year with Revenue Adjustment
	(a)	(b)	(c)	(d)	(e)	(f)
1	OPERATING REVENUES:					
2	Sales	$ 60,120,976	$ (11,270,661)	$ 48,850,315	$ 1,206,944	$ 50,057,259
3	Transportation	426,400	(45,773)	380,627		380,627
4	Other Revenues (488, 493, 495)	544,783	(82,053)	462,730		462,730
5	**TOTAL OPERATING REVENUES**	**61,092,159**	**(11,398,487)**	**49,693,672**	**1,206,944**	**50,900,616**
6	OPERATING EXPENSES:					
7	Operation and Maintenance:					
8	Cost of Gas	43,342,839	(11,170,163)	32,172,676		32,172,676
9	Other Gas Supply	97,001	1,162	98,163		98,163
10	Distribution	4,180,310	1,455	4,181,765		4,181,765
11	Customer Accounting	1,649,521	(85,763)	1,563,758		1,563,758
12	Customer Service & Information	170,925	(2,781)	168,144		168,144
13	Sales	52,744	(27,649)	25,095		25,095
14	Administrative & General	3,623,171	36,619	3,659,790		3,659,790
15	Total Operation and Maintenance	53,116,511	(11,247,120)	41,869,391	-	41,869,391
16	Depreciation and Amortization	3,445,175	203,239	3,648,414		3,648,414
17	Taxes:					
18	Property Taxes	666,940	31,000	697,940		697,940
19	Payroll Taxes:	373,493	4,795	378,288		378,288
20	Gross Receipts Tax	71,442	-	71,442	1,687	73,129
21	Federal Income Taxes	(1,428,993)	(715,365)	(2,144,358)	421,840	(1,722,518)
22	Deferred Income Taxes	2,187,554	571,369	2,758,923		2,758,923
23	Other Taxes	16,311	(3,287)	13,025		13,025
24	Total Taxes	1,886,747	(111,487)	1,775,260	423,527	2,198,787
25	**TOTAL OPERATING EXPENSES**	**58,448,433**	**(11,155,369)**	**47,293,064**	**423,527**	**47,716,591**
26	**OPERATING INCOME**	**$ 2,643,726**	**$ (243,118)**	**$ 2,400,608**	**$ 783,417**	**$ 3,184,025**
27	Rate Base	40,226,997		$ 44,124,521		$ 44,124,521
28	Rate of Return	6.572%		5.441%		7.216%
29	Staff Proposed Rate of Return			7.216%		7.216%

SOURCES:

Line 5: Sum of lines 2 through 4
Line 15: Sum of lines 8 through 14
Line 24: Sum of lines 18 through 23
Line 25: Sum of lines 15,16, and 24
Line 26: Line 5 less line 25
Line 28: Line 26 / line 27
Line 29: BLC-1, Schedule 1, line 5
Column b: PJS-1, Schedule 3, column b
Column b, line 27: PJS-2, Schedule 1, column b, line 29

Column c: PJS-1, Schedule 3, column ae
Column d: Column b plus column c
Column d, line 27: PJS-2, Schedule 1, column d, line 29
Column e, line 2: PJS-1, Schedule 1, page 1, column b, line 10
Column e, line 20: PJS-1, Schedule 1, page 1, column b, line 9
Column e, line 21: PJS-1, Schedule 1, page 1, column b, line 8 less
         PJS-1, Schedule 1, page 1, column b, line 6
Column f: Column d plus column e
Column f, line 27: PJS-2, Schedule 1, column d, line 29