

MONTANA-DAKOTA UTILITIES CO.
MATERIALS AND SUPPLIES
BY PRINCIPAL ITEM OF MAIN ACCOUNT
GAS UTILITY - SOUTH DAKOTA
DECEMBER 31, 2013 AND DECEMBER 31, 2014

<u>Description</u>	<u>Balance @</u>	
	<u>12/31/2013</u>	<u>12/31/2014</u>
Natural Gas Material	\$526,299	\$532,535
Reserve for Inventory Shrinkage	(16,864)	(15,218)
Total	<u>\$509,435</u>	<u>\$517,317</u>

**MONTANA-DAKOTA UTILITIES CO.
 MATERIALS AND SUPPLIES
 GAS UTILITY - SOUTH DAKOTA
 FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2014
 ADJUSTMENT C**

	<u>Per Books</u>	<u>Pro Forma 1/</u>
December 2013	\$509,435	\$517,317
January	504,166	506,107
February	499,403	515,527
March	526,318	588,329
April	556,887	556,887
May	533,450	533,450
June	600,775	600,775
July	606,288	606,288
August	592,845	592,845
September	628,647	628,647
October	579,902	579,902
November	538,839	538,839
December 2014	517,317	517,317
Beginning and ending average	<u>\$513,376</u>	
Thirteen month average		<u>\$560,172</u>
Pro Forma Adjustment		<u>\$46,796</u>

1/ Actual balances through March 2015.

MONTANA-DAKOTA UTILITIES CO.
PREPAID INSURANCE
GAS UTILITY - SOUTH DAKOTA
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2014
ADJUSTMENT D

	<u>Per Books</u>	<u>Pro Forma 1/</u>
December 2013	\$38,346	\$24,095
January	231,059	217,660
February	211,838	197,702
March	173,532	176,092
April	153,025	156,100
May	133,963	136,357
June	114,902	116,365
July	95,840	96,373
August	76,778	76,381
September	57,716	56,391
October	38,655	36,401
November	43,345	39,920
December 2014	24,095	19,850
Beginning and ending average	<u>\$31,221</u>	
Thirteen month average		<u>\$103,822</u>
Pro Forma Adjustment		<u>\$72,601</u>

1/ Reflects actual balances for January-March 2015 and April-December 2015 reflects pro forma expense.

**MONTANA-DAKOTA UTILITIES CO.
 UNAMORTIZED GAIN(LOSS) ON DEBT
 GAS UTILITY - SOUTH DAKOTA
 FOR THE TWELVE MONTHS ENDING JUNE 30, 2012
 ADJUSTMENT E**

	Unamortized Loss on Debt	Acc. Deferred Inc. Tax
Balance at December 31, 2013	\$487,775	(\$170,721)
Balance at December 31, 2014	345,520	(120,719)
Average Balance	<u>\$416,648</u>	<u>(\$145,720)</u>
Pro Forma Amortization	<u>(81,079)</u>	<u>28,166</u>
Balance at December 31, 2015	264,441	(92,553)
Average Balance	<u>304,981</u>	<u>(106,636)</u>
Pro Forma Adjustment	<u>(\$111,667)</u>	<u>\$39,084</u>

**MONTANA-DAKOTA UTILITIES CO.
 UNAMORTIZED RATE CASE EXPENSE
 GAS UTILITY - SOUTH DAKOTA
 FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2014
 ADJUSTMENT F**

	<u>Unamortized Rate Case Expense</u>	<u>Acc. Deferred Inc. Tax</u>
Balance at December 31, 2013	\$152,505	\$53,377
Balance at December 31, 2014	159,853	55,949
Average Balance	<u>\$156,179</u>	<u>\$54,663</u>
Pro Forma Amortization	(18,818)	(6,586)
NG15-____ Expense	<u>317,280</u>	<u>111,048</u>
Net activity	298,462	104,462
Balance at December 31, 2015	454,641	160,411
Average Balance	<u>307,247</u>	<u>108,180</u>
Pro Forma Adjustment	<u>\$151,068</u>	<u>\$53,517</u>

**MONTANA-DAKOTA UTILITIES CO.
 CUSTOMER ADVANCES FOR CONSTRUCTION
 GAS UTILITY - SOUTH DAKOTA
 FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2014
 ADJUSTMENT G**

	<u>Per Books</u>	<u>Pro Forma 1/</u>
December 2013	\$838,137	\$1,009,496
January	825,310	996,450
February	825,310	996,450
March	881,221	996,450
April	892,318	996,450
May	898,282	996,450
June	897,407	996,450
July	926,784	996,450
August	947,771	996,450
September	1,043,315	996,450
October	1,042,280	996,450
November	1,003,675	996,450
December 2014	1,009,496	996,450
Beginning and ending average	<u>\$923,817</u>	
13 month average		<u>\$997,454</u>
Pro Forma Adjustment		<u>\$73,637</u>

1/ Actual balances through March 2015.