

**MONTANA-DAKOTA UTILITIES CO.
 SUMMARY OF OPERATION AND MAINTENANCE EXPENSES
 GAS UTILITY - SOUTH DAKOTA
 TWELVE MONTHS ENDING DECEMBER 31, 2014**

	<u>South Dakota</u>	<u>Pro Forma Adjustments</u>	<u>Pro Forma</u>
Cost of Gas	\$43,342,839	(\$10,701,894)	\$32,640,945
Other Gas Supply	97,001	3,626	100,627
Distribution	4,180,310	236,420	4,416,730
Customer Accounts	1,649,521	(45,817)	1,603,704
Customer Service & Infor.	170,925	4,525	175,450
Sales	52,744	(27,943)	24,801
Administrative and General	<u>3,623,171</u>	<u>318,626</u>	<u>3,941,797</u>
Total Operation and Maintenance Expenses	<u><u>\$53,116,511</u></u>	<u><u>(\$10,212,457)</u></u>	<u><u>\$42,904,054</u></u>

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Account No.	Description	Per Books	Pro Forma Adjustments	Pro Forma
	<u>Other Gas Supply Expenses</u>			
804	Natural Gas City Gate Purchases	\$45,010,319		
805.1	Purchased Gas Cost Adj.	(42,541)		
808.1	Gas Withdrawn from Storage	8,304,259		
808.2	Gas Delivered to Storage	(9,929,198)		
813	Other Gas Supply Expenses	97,001		
	Total Other Gas Supply Exp.	<u>\$43,439,840</u>	<u>(\$10,698,268)</u>	<u>\$32,741,572</u>
	<u>Distribution Expenses</u>			
	<u>Operation</u>			
870	Supervision and Engineering	\$706,456		
871	Distribution Load Dispatching	27,279		
874	Mains and Services	760,851		
875	Meas. & Reg. Station Exp. - General	18,300		
876	Meas. & Reg. Station Exp. - Industrial	8,506		
877	Meas. & Reg. Station Exp. - City Gate	48,117		
878	Meters and House Regulators	172,701		
879	Customer Installations	161,082		
880	Other Expenses	1,400,444		
881	Rents	37,229		
	Total Operation Exp.	<u>\$3,340,965</u>		
	<u>Maintenance</u>			
885	Supervision & Engineering	\$201,874		
886	Structures and Improvements	314		
887	Mains	97,837		
889	Meas. & Reg. Station Exp. - General	52,196		
890	Meas. & Reg. Station Exp. - Industrial	23,521		
891	Meas. & Reg. Station Exp. - CG	28,137		
892	Services	68,193		
893	Meters and House Regulators	186,664		
894	Other Equipment	180,609		
	Total Maintenance Exp.	<u>\$839,345</u>		
	Total Distribution Exp.	<u>\$4,180,310</u>	<u>\$236,420</u>	<u>\$4,416,730</u>
	<u>Customer Accounts Expenses</u>			
	<u>Operation</u>			
901	Supervision	\$30,453		
902	Meter Reading Expenses	109,075		
903	Customer Records and Collection Exp.	1,102,932		
904	Uncollectible Accounts	284,373		
905	Misc. Customer Accounts Exp.	122,688		
	Total Customer Accounts Exp.	<u>\$1,649,521</u>	<u>(\$45,817)</u>	<u>\$1,603,704</u>

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Account No.	Description	Per Books	Pro Forma Adjustments	Pro Forma
	<u>Customer Service & Information Expenses</u>			
	<u>Operation</u>			
907	Supervision	\$18,990		
908	Customer Assistance Exp.	101,060		
909	Informational and Instructional Exp.	50,873		
910	Misc. Customer Service & Info. Exp.	2		
	Total Cust. Service & Info. Exp.	<u>\$170,925</u>	<u>\$4,525</u>	<u>\$175,450</u>
	<u>Sales Expenses</u>			
	<u>Operation</u>			
911	Supervision	(\$15)		
912	Demonstrating and Selling Exp.	20,786		
913	Advertising Expenses	27,874		
916	Misc. Sales Expenses	4,099		
	Total Sales Exp.	<u>\$52,744</u>	<u>(\$27,943)</u>	<u>\$24,801</u>
	<u>Administrative & General Expenses</u>			
	<u>Operation</u>			
920	Administrative and General Salaries	\$939,725		
921	Office Supplies and Expenses	588,136		
923	Outside Services Employed	60,769		
924	Property Insurance	90,982		
925	Injuries and Damages	238,995		
926	Employee Pensions and Benefits	1,357,359		
928	Regulatory Commission Exp.	51,039		
930	Miscellaneous General Exp.	95,007		
931	Rents	117,683		
	Total Operation Exp.	<u>\$3,539,695</u>		
	<u>Maintenance</u>			
935	Maintenance of General Plant	\$83,476		
	Total Maintenance Exp.	<u>83,476</u>		
	Total Ad. & General Exp.	<u>\$3,623,171</u>	<u>\$318,626</u>	<u>\$3,941,797</u>
	Total Operation & Main. Exp.	<u>\$53,116,511</u>	<u>(\$10,212,457)</u>	<u>\$42,904,054</u>