

Black Hills Power, Inc.
South Dakota
Revenue Requirement Model Description

Section H

Schedule H-18 – Ben French, Osage, and Neil Simpson I O&M Elimination Adjustment. This Schedule provides for the removal of operating and maintenance expenses related to discontinuance of operations at the Ben French, Osage, and Neil Simpson I power plants. The adjustment is on Statement H, column (p).

BLACK HILLS POWER, INC.
Ben French, Osage, and Neil Simpson I O&M Elimination Adjustment
For the Pro Forma Test Year Ended September 30, 2013

Schedule H-18
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Line No.	FERC Account	Description	Ben French	Osage	Note (2) Neil Simpson I	Total
1		Steam Production Operation				
2	500	Supervision & Engineering	\$ 1,949	\$ 180	\$ 85,849	\$ 87,978
3	501	Fuel Handling / Other	2,970	-	30,277	33,247
4	501.1	Steam Power Fuel - Oil	121	-	258,797	258,918
5	501.2	Steam Power Fuel - Gas	328	-	-	328
6	501.3	Steam Power Fuel - Coal	(15,119)	21,806	1,861,948	1,868,635
7	501.4	Steam Power Fuel - Transportation	-	-	-	-
8	502	Steam Expense	6,298	150	180,319	186,767
9	505	Electric Expense	10,900	150	130,929	141,979
10	506	Miscellaneous	6,793	2,285	101,101	110,179
11	507	Rent (Note 1)	-	-	1,942	1,942
12		Total Steam Production Operation	\$ 14,240	\$ 24,571	\$ 2,651,162	\$ 2,689,973
13						
14		Steam Production Maintenance				
15	510	Supervision & Engineering	\$ 32,847	\$ 27,729	\$ 202,712	\$ 263,288
16	511	Structures	9,795	201	51,631	61,627
17	512	Boilers	1,256	635	531,057	532,948
18	513	Electric Plant	27,330	1,858	152,899	182,087
19	514	Miscellaneous Plant	13,247	596	9,420	23,263
20		Total Steam Production Maintenance	\$ 84,475	\$ 31,019	\$ 947,719	\$ 1,063,213
21						
22		Total Steam Production Expense	\$ 98,715	\$ 55,590	\$ 3,598,881	\$ 3,753,186

24 Note (1) BHP shared facility cost allocation adjustment on Schedule H-10 removes Neil Simpson from capacity.

25 Note (2) Neil Simpson I labor costs are removed in Schedule H-1.