

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

Section H

Schedule H-5 – Intercompany Transactions Adjustment. This Schedule shows amounts charges by Black Hills Utility Holdings to Black Hills Power for the twelve months ending September 30, 2013, along with the pro forma adjustment. The total increase is shown as an adjustment in column (c), and is adjusted in Statement H, column (c).

BLACK HILLS POWER, INC. **Schedule H-5**
BLACK HILLS CORPORATION/BLACK HILLS UTILITY HOLDINGS - INTERCOMPANY CHARGES **Page 1 of 1**
For the Pro Forma Test Year Ended September 30, 2013

Line No.	FERC Acct. #	Description	(a) Per Books	(b) Pro Forma Adjusted (Note 1)	(c) (b) - (a) Increase/ (Decrease)
1	556	System Control and Load Dispatch	65,558	22,823	(42,735)
2					
3	560	Transmission Supervision & Operations	519,947	648,863	128,916
4					
5	561	Load Dispatch	2,239,777	2,523,940	284,163
6					
7	581	Distribution Load Dispatch	784,063	1,128,787	344,724
8					
9	593	Dist Maintenance of Overhead Lines	52,976	74,775	21,799
10					
11	903	Customer Records and Collection Expenses	1,308,084	1,057,132	(250,952)
12					
13	920	Administrative Salaries	5,208,683	6,281,998	1,073,315
14					
15	921	Office Supplies and Expense	932,149	1,077,092	144,943
16					
17	923	Outside Services	270,757	694,868	424,111
18					
19	924	Property Insurance	1,632	60,406	58,774
20					
21	925	Injuries and Damages	151,833	121,947	(29,886)
22					
23	926	Pension and Benefits	(122,603)	39,567	162,170
24					
25	930.2	Miscellaneous General	136,599	163,526	26,927
26					
27	931	Rents	97,250	79,482	(17,768)
28					
29	935	Maintenance of General Plant	509,647	484,165	(25,482)
30					
31		Total	<u>12,156,352</u>	<u>14,459,371</u>	<u>2,303,019</u>
32					
33					

34 Note 1: These expenses are a combination of direct and indirect charges to Black Hills Power from Black Hills Utility Holding
35 Company without any additional fees. All costs are charged to Black Hills Power as the costs are incurred by the Holding Company.
36 The allocation methods for indirect charges are described in the Cost Allocation Manual.