

EXHIBIT __ (LK-8)

Docket No. EL14-026

Black Hills Power, Inc.

**PHI Adjustment to Remove Contingency from Estimated Decommissioning Costs and Amortize Over 10 Year
(\$ Millions)**

	<u>Total Company</u>	<u>South Dakota Retail %</u>	<u>South Dakota Retail</u>
Source: Schedule J-2			
Company's Estimated Decommissioning Costs			
Ben French	3.960		
Osage Units 1-3	3.952		
Neil Simpson	2.975		
Total Estimated Costs Set Up as Regulatory Asset	<u>10.887</u>		
Less: Contingencies - See Response to Staff DR 3-23	<u>(0.956)</u>		
Estimated Costs Less Contingencies	9.931		
Alternative Change in Amortization to 10 Years	<u>10</u>		
Company's Proposed Annual Amortization Expense	<u>0.993</u>	89.83%	<u>0.892</u>
As Filed Amortization Expense	<u>2.177</u>	PRODPLT	
Reduction in Amortization Expense From Filing	<u>(1.184)</u>	89.83%	<u>(1.064)</u>
		PRODPLT	
As Adjusted Unamortized Regulatory Asset	<u>7.754</u>	89.83%	<u>6.965</u>
		PRODPLT	
As Filed Unamortized Regulatory Asset	<u>8.709</u>	89.83%	<u>7.824</u>
		PRODPLT	
Change in Unamortized Regulatory Asset Estimated Decommissioning Costs	<u>(0.956)</u>	89.83%	<u>(0.859)</u>
		PRODPLT	
As Filed Grossed Up ROR			<u>11.43%</u>
Reduction in Return on Rate Base			<u>(0.098)</u>
Reduction in Revenue Requirement			<u>(1.162)</u>