

**MONTANA-DAKOTA UTILITIES CO.
AVERAGE RATE BASE
ELECTRIC UTILITY - SOUTH DAKOTA
TWELVE MONTHS ENDED DECEMBER 31, 2014**

	Total Company 1/			South Dakota		
	2013	2014	Average	2013	2014	Average
Electric Plant in Service	\$1,193,272,801	\$1,344,688,483	\$1,268,980,642	\$63,698,050	\$65,969,422	\$64,833,736
Accumulated Reserve for Depreciation	536,847,840	549,254,609	543,051,225	34,202,479	34,275,615	34,239,047
Net Electric Plant in Service	656,424,961	795,433,874	725,929,417	29,495,571	31,693,807	30,594,689
Additions						
Materials and Supplies	14,944,377	15,196,267	15,070,322	857,364	896,289	876,827
Fuel Stocks	4,697,770	4,358,600	4,528,185	252,184	233,025	242,605
Prepayments	172,731	202,807	187,769	6,218	12,748	9,483
Unamortized Loss on Debt	5,498,793	5,119,048	5,308,921	269,022	234,083	251,553
Decommissioning of Retired Plants	(467,455)	(411,245)	(439,350)	-	-	-
Provision for Pension and Benefits	2,871,320	3,893,229	3,382,275	-	-	-
Provision for Injuries and Damages	(39,807)	61,559	10,876	-	-	-
Total Additions	27,677,729	28,420,265	28,048,998	1,384,788	1,376,145	1,380,468
Total Before Deductions	\$684,102,690	\$823,854,139	\$753,978,415	\$30,880,359	\$33,069,952	\$31,975,157
Deductions						
Accumulated Deferred Income Taxes	166,045,430	193,818,056	179,931,743	9,090,573	10,116,144	9,603,359
Accumulated Investment Tax Credits	767,331	2,411,735	1,589,533	-	-	-
Customer Advances	6,335,522	5,943,594	6,139,558	72,172	74,458	73,315
Total Deductions	173,148,283	202,173,385	187,660,834	9,162,745	10,190,602	9,676,674
Total Rate Base	<u>\$510,954,407</u>	<u>\$621,680,754</u>	<u>\$566,317,581</u>	<u>\$21,717,614</u>	<u>\$22,879,350</u>	<u>\$22,298,483</u>

1/ Includes North Dakota's share of an environmental project under construction being recovered in rates.