Docket No. EL23-__ Rule 20:10:13:66 Statement E Schedule E-2 Page 1 of 1

MONTANA-DAKOTA UTILITIES CO. PROCEDURES FOLLOWED IN DEPRECIATING OR AMORTIZING PLANT AND RECORDING ABANDONMENT

There has been no policy change with respect to the methodology employed or procedures followed in depreciating and amortizing plant investments and recording plant abandonments since the end of the year reported in the Company's last FERC Form 1.