

BLACK HILLS POWER, INC., d/b/a BLACK HILLS ENERGY	COST OF SERVICE STUDY
BHP SHARED FACILITIES REVENUE ADJUSTMENT	Schedule I-11
FOR THE PRO FORMA PERIOD ENDING SEPTEMBER 30, 2026	

(a)	(b)	(c)	(d)	(e)
Line No.	Account and Description	Reference	2025 Rent Calculation	2026 Rent Calculation
1	Plant			
2	Other Generation and Transmission Plant		\$ 79,220,871	\$ 79,220,871
3	Total Plant		\$ 79,220,871	\$ 79,220,871
4				
5	Accumulated Depreciation		(23,363,009)	(25,272,004)
6	Accumulated Deferred Income Taxes		1,471,683	1,614,851
7	Total		\$ (21,891,326)	\$ (23,657,154)
8				
9	Total Rate Base		\$ 57,329,544	\$ 55,563,717
10				
11	Cost of Capital			
12	Interest Expense		1,493,837	1,461,798
13	Equity Return		3,210,104	3,141,255
14	Total		\$ 4,703,941	\$ 4,603,053
15				
16	Expenses			
17	O&M Expense		1,590,591	1,638,309
18	Depreciation Expense		1,994,258	1,908,995
19	Property Tax Expense		500,209	476,989
20	Income Tax Expense		853,319	835,017
21	Corporate Allocation Passthrough		312,560	303,183
22	Total		\$ 5,250,937	\$ 5,162,493
23				
24				
25	Total Revenue Requirement		\$ 9,954,878	\$ 9,765,546
26				
27	Pro Rata Shared Facility Revenue - Note (1)		\$ 2,488,720	\$ 7,324,160
28				
29	Pro Forma Shared Facility Revenue	Col. (d) Ln. 27 + Col. (e) Ln. 27	\$ 9,812,879	
30				
31	Per Book Test Year Revenue		\$ 9,853,179	
32				
33	Adjustment (FERC 454)	Col. (d) Ln. 29 - Col. (d) Ln. 31	\$ (40,300)	
34				
35	Note (1) Due to the Pro Forma period running from October 1, 2025 to September 30, 2026, a calculation was done to pro rata 25%			
36	of the 2025 rent calculation and 75% of the 2026 calculation to accurately represent the pro forma Shared Facilities Revenue.			