

**BLACK HILLS POWER, INC., d/b/a BLACK HILLS ENERGY**  
**RENEWABLE READY REVENUE CREDIT**  
**FOR THE PRO FORMA PERIOD ENDING SEPTEMBER 30, 2026**

**COST OF SERVICE STUDY**  
**Schedule I-13**

(a)	(b)	(c)	(d)	(e)	(f)
Line No.	Account and Description	Reference	Per Book Test Period	Adjustment	Adjusted Amount
1	<b>Plant</b>				
2	Other Generation and Transmission Plant	Sched. D-1 & D-3	\$ 49,645,014	\$ (455,982)	\$ 49,189,032
3	<b>Total Plant</b>	Ln. 2	<b>\$ 49,645,014</b>	<b>\$ (455,982)</b>	<b>\$ 49,189,032</b>
4					
5	Accumulated Depreciation		(9,618,213)	(1,743,008)	(11,361,221)
6	Accumulated Deferred Income Taxes		(7,203,208)	720,669	(6,482,539)
7	<b>Total</b>	Ln. 5 + Ln. 6	<b>\$ (16,821,421)</b>	<b>\$ (1,022,339)</b>	<b>\$ (17,843,760)</b>
8					
9	<b>Total Rate Base</b>	Ln. 3 + Ln. 7	<b>\$ 32,823,593</b>	<b>\$ (1,478,321)</b>	<b>\$ 31,345,272</b>
10					
11	<b>Cost of Capital</b>				
12	Interest Expense	Ln. 9 x (Stmt G pg. 1, Col. (f) Ln. 8)	843,566	(36,963)	806,603
13	Equity Return	Ln. 9 x (Stmt G pg. 1, Col. (f) Ln. 9)	1,834,839	(83,563)	1,751,276
14	<b>Total</b>	Ln. 12 + Ln. 13	<b>\$ 2,678,405</b>	<b>\$ (120,526)</b>	<b>\$ 2,557,879</b>
15					
16	<b>Expenses</b>				
17	O&M Expense	Sched. H-18, Ln. 6 + Sched. H-20, Ln. 16	757,074	273,478	1,030,552
18	Allocated O&M Expense		329,079	37,464	366,542
19	Depreciation Expense	Sched. J-1, Col. (e)	2,095,433	52,789	2,148,222
20	Property Tax Expense	Ln. 3 x (Sched. L-1 Col. (d) Ln. 20)	153,865	60,147	214,012
21	Income Tax Expense		487,742	(22,213)	465,529
22	Production Tax Credits		(4,990,623)	-	(4,990,623)
23	Flow Thru Tax Repairs		(7,955)	68,562	67,118
24	<b>Total</b>	Sum Ln. (17 - 23)	<b>\$ (1,175,384)</b>	<b>\$ 470,226</b>	<b>\$ (698,647)</b>
25					
26	<b>Total Revenue Requirement</b>	Ln. 14 + Ln. 24	<b>\$ 1,503,021</b>	<b>\$ 349,700</b>	<b>\$ 1,859,232</b>
27					
28	Adjustment - Note (1)				\$ 460,768
29					
30	<b>Renewable Ready Revenue Credit FERC (449)</b>				<b>\$ 2,320,000</b>
31					
32	Note (1) This adjustment increases the Renewable Ready Revenue Credit to the guaranteed minimum \$2.32 million set forth in Docket No. EL18-060.				