

Black Hills Power, Inc.
Cost of Service Model Description

Statement B

20:10:13:52. Statement B -- Income statements. Statement B shall include income statements in the form prescribed by the FERC's uniform systems of accounts for public utilities and licensees or for gas companies, 18 C.F.R. 101 (April 1, 1985), and in any other form if ordered by the commission for the test period, and the most recently available income statement, including any applicable footnotes.

Source: 2 SDR 90, effective July 7, 1976; 12 SDR 86, effective November 24, 1985; 12 SDR 151, 12 SDR 155, effective July 1, 1986.

General Authority:SDCL [49-34A-4](#).

Law Implemented:SDCL [49-34A-7](#), [49-34A-10](#), [49-34A-12](#), [49-34A-41](#).

BLACK HILLS POWER, INC., d/b/a BLACK HILLS ENERGY
STATEMENT OF INCOME
FOR THE TEST PERIOD ENDED SEPTEMBER 30, 2025

COST OF SERVICE STUDY
Stmt B

(a)	(b)	(c)	(d)
Line No.	Description	October 2024 - September 2025	January 2025 - December 2025
1	Revenue		
2	(440-445) Base Rate Revenue	\$ 237,022,668	\$ 243,472,192
3	(447-456) Other Revenues	104,843,214	104,999,131
4	Total Revenue	\$ 341,865,882	\$ 348,471,323
5			
6	Operation and Maintenance (O&M)		
7	(500-558) Production	110,671,189	118,581,961
8	(560-575) Transmission	31,739,527	32,212,553
9	(580-598) Distribution	13,524,088	14,484,857
10	(901-910) Customer Service	2,913,561	2,996,275
11	(911-916) Sales Expense	5,522	5,561
12	(920-935) Administrative and General Expense	36,112,395	37,343,839
13	Total Operation and Maintenance (O&M)	\$ 194,966,282	\$ 205,625,046
14			
15	Depreciation & Taxes Other than Income		
16	(403-406) Depreciation and Amortization	51,757,467	52,454,567
17	(408.1) Taxes Other than Income	10,190,717	10,172,859
18	Total Depreciation & Taxes Other than Income	\$ 61,948,184	\$ 62,627,426
19			
20	Net Operating Income	\$ 84,951,416	\$ 80,218,851
21			
22	Non-Operating Income/(Expense)		
23	(408.2, 409.2, 415-426) Non-Utility Operating Income (& Expense)	4,920,638	8,314,908
24	(427-431) Interest Expense	(33,099,342)	(34,347,425)
25	(432) AFUDC - Debt & Equity	1,759,907	2,452,854
26	Total Non-Operating Income/(Expense)	\$ (26,418,797)	\$ (23,579,663)
27			
28	Income/(Loss) Before Tax	\$ 58,532,619	\$ 56,639,188
29			
30	(409.1, 410-411) Federal Income Taxes	\$ (2,958,699)	\$ (1,954,168)
31			
32	Net Utility Income/(Loss)	\$ 55,573,920	\$ 54,685,020