

**MONTANA-DAKOTA UTILITIES CO.
 DETAILED COST OF PLANT
 GAS UTILITY
 FOR THE TWELVE MONTHS ENDED JUNE 30, 2012**

| Acct. No. | Account | Balance @ 7/1/11 | Additions | Retirements | Transfers | Balance @ 6/30/12 |
|--------------|------------------------------------|---------------------|--------------|-------------|-------------|----------------------|
| | <u>Production Plant</u> | | | | | |
| 333 | Other Gas Production Equipment | 10,589,718 | \$194,309 | | | \$10,784,027 |
| | <u>Distribution Plant</u> | | | | | |
| 374.1 | Land | 138,262 | 138,672 | | (86,874) | 190,060 |
| 374.2 | Rights of Way | 299,784 | 68,142 | | | 367,926 |
| 375 | Structures & Improvements | 594,031 | 62,050 | (481) | | 655,600 |
| 376 | Mains | 113,861,195 | 7,515,945 | (246,921) | | 121,130,219 |
| 378 | Meas. & Reg. Equip.-General | 2,187,389 | 221,366 | (14,573) | 83 | 2,394,265 |
| 379 | Meas. & Reg. Equip.-City Gate | 1,224,994 | 481,212 | | | 1,706,206 |
| 380 | Services | 58,173,356 | 6,440,398 | (163,759) | | 64,449,995 |
| 381 | Positive Meters | 55,997,816 | 4,212,335 | (290,754) | (110,760) | 59,808,637 |
| 383 | Service Regulators | 6,135,660 | 768,751 | (20,988) | (31,600) | 6,851,823 |
| 385 | Ind. Meas. & Reg. Station Eqpt. | 786,435 | | | | 786,435 |
| 386.1 | Misc. Property on Customer Premise | 1,680 | | | | 1,680 |
| 386.2 | Other Property on Cust. Premise | 261,880 | | | | 261,880 |
| 387.1 | Cathodic Protection Equip. | 2,269,282 | 150,710 | (13,372) | | 2,406,620 |
| 387.2 | Other Distribution Equip. | 587,151 | | | | 587,151 |
| | Total Distribution Plant | \$242,518,915 | \$20,059,581 | (\$750,848) | (\$229,151) | \$261,598,497 |
| | <u>General Plant</u> | | | | | |
| 389 | Land | \$1,304,244 | | | \$266,874 | \$1,571,118 |
| 390 | Structures and Improvements | 8,767,404 | 19,189 | (2,914) | (180,000) | 8,603,679 |
| 391.1 | Furniture and Fixtures | 417,051 | 3,687 | (65,025) | | 355,713 |
| 391.3 | Computer Equip. - PC | 381,564 | 81,028 | | 13,950 | 476,542 |
| 391.5 | Computer Equip. - Other | 54,035 | | | | 54,035 |
| 392.1 | Trans. Equip., Non-Unitized | 389,986 | 93,586 | (15,824) | (4,221) | 463,527 |
| 392.2 | Trans. Equip., Unitized | 7,721,142 | 577,012 | (316,056) | (35,350) | 7,946,748 |
| 393 | Stores Equipment | 148,282 | | (84,678) | | 63,604 |
| 394.1 | Miscellaneous Tools - Utilized | 2,384,594 | 164,810 | (419,715) | 3,261 | 2,132,950 |
| 394.3 | Vehicle Maintenance Equipment | 37,100 | | | | 37,100 |

**MONTANA-DAKOTA UTILITIES CO.
DETAILED COST OF PLANT
GAS UTILITY
FOR THE TWELVE MONTHS ENDED JUNE 30, 2012**

| Acct. No. | Account | Balance @ 7/1/11 | Additions | Retirements | Transfers | Balance @ 6/30/12 |
|--------------|-----------------------------------|----------------------|---------------------|----------------------|--------------------|----------------------|
| 394.4 | Vehicle Refueling Equipment | 12,444 | | | | 12,444 |
| 395 | Laboratory Equipment | 231,841 | | (14,489) | | 217,352 |
| 396.1 | Work Equipment Trailers | 551,060 | 28,442 | (8,753) | (7,894) | 562,855 |
| 396.2 | Power Operated Equip. | 6,379,788 | 2,688,911 | (2,412,835) | 78,048 | 6,733,912 |
| 397.1 | Fixed Radio Comm. Equipment | 492,820 | 33,614 | (1,249) | 4,945 | 530,130 |
| 397.2 | Moblile Radio Comm. Equipment | 672,925 | 18,482 | (285,726) | (14,725) | 390,956 |
| 397.3 | General Telephone Comm. Equipment | 60,470 | | | | 60,470 |
| 397.8 | Network Equipment | 166,562 | | (29,228) | | 137,334 |
| 398 | Miscellaneous Equipment | 56,850 | 2,282 | | | 59,132 |
| | Total General Plant | \$30,230,162 | \$3,711,043 | (\$3,656,492) | \$124,888 | \$30,409,601 |
| 303 | Intangible Plant - General | 2,660,120 | | | | 2,660,120 |
| | Common Plant - Gas 1/ | 21,716,418 | | | | 22,279,596 |
| | Common Intangible Plant 2/ | 9,540,518 | | | | 9,990,926 |
| | Acquisition Adjustment | 97,266 | | | | 97,266 |
| | Total Gas Plant in Service | \$317,353,117 | \$23,964,933 | (\$4,407,340) | (\$104,263) | \$337,820,033 |

1/ Common plant is either directly assigned or allocated to gas and electric plant. Total common plant additions, retirements, transfers and adjustments for the twelve months ended June 30, 2012 are \$2,939,117, (\$2,017,302) and \$87,673 respectively.

2/ Common intangible plant is either directly assigned or allocated to gas and electric plant. Total common intangible plant additions for the twelve months ended June 30, 2012 are \$207,730.