

**MONTANA-DAKOTA UTILITIES CO.
BOOK CHANGES IN ACCUMULATED PROVISION FOR
DEPRECIATION AND AMORTIZATION - GAS UTILITY
FOR THE TWELVE MONTHS ENDED JUNE 30, 2012**

<u>Gas Utility</u>	<u>Beginning Balance 7/1/2011</u>	<u>Annual Provision</u>	<u>Retirements (Original Cost)</u>	<u>Salvage</u>	<u>Removal Costs</u>	<u>Reclass/ Adjustments</u>	<u>Ending Balance 6/30/2012</u>
Account 111 - Intangible	\$650,211	\$55,247					\$705,458
Account 108							
Production	174,237	358,846					533,083
Distribution	145,398,805	7,964,059	\$750,848	\$34,878	\$707,126	\$31,303	151,908,465
General	12,813,594	687,947	3,656,492	3,128,270	10,474	47,201	12,915,644
Total Account 108	158,386,636	9,010,852	4,407,340	3,163,148	717,600	78,504	165,357,192
Total	<u>\$159,036,847</u>	<u>\$9,066,099</u>	<u>\$4,407,340</u>	<u>\$3,163,148</u>	<u>\$717,600</u>	<u>\$78,504</u>	<u>\$166,062,650</u>
Common 1/	\$15,829,965						\$16,672,291

1/ Common Plant is assigned by state on an actual site and use basis when applicable, and the remainder is allocated by state to gas and electric on a plant in service basis. Total common changes for the twelve months ended June 30, 2012 are:

<u>Common Utility</u>	<u>Beginning Balance 7/1/2011</u>	<u>Annual Provision</u>	<u>Retirements (Original Cost)</u>	<u>Salvage</u>	<u>Removal Costs</u>	<u>Adjustments</u>	<u>Ending Balance 6/30/2012</u>
Account 111	\$18,632,654	\$806,768					\$19,439,422
Account 108	23,810,072	1,833,877	\$1,995,743	\$331,653	\$4,333	(\$112,707)	24,088,233
Total Accounts 111 and 108	<u>\$42,442,726</u>	<u>\$2,640,645</u>	<u>\$1,995,743</u>	<u>\$331,653</u>	<u>\$4,333</u>	<u>(\$112,707)</u>	<u>\$43,527,655</u>