

**2022**  
**ANNUAL REPORT**

of

**Black Hills  
Nebraska Gas, LLC**

1731 Windhoek Dr  
Lincoln, Nebraska

to the

**Nebraska  
Public Service Commission**

Note: Includes Unbilled

**Black Hills  
Nebraska Gas, LLC  
Year Ended December 31, 2022**

Line No.	(a)	Jurisdictional			Non-Jurisdictional			Total		
		Revenues (b)	Purchases (c)	Customers (d)	Revenues (e)	Purchases (f)	Customers (g)	Revenues (h)	Purchases (i)	Customers (j)
1	Residential	194,069,255	118,381,557	193,333				194,069,255	118,381,557	193,333
2	Commercial Firm	61,598,612	44,475,734	17,851				61,598,612	44,475,734	17,851
3	Commercial Interr				436,012	351,558	42	436,012	351,558	42
4	Industrial Firm *	525,857	558,208	54				525,857	558,208	54
5	Industrial Interr				403,164	326,189	82	403,164	326,189	82
6	Government Sales	19,676	17,933	6				19,676	17,933	6
7	Energy Options**	7,987,715		3,845	969,851		93	8,957,566	-	3,938
8	Other Transport**	39,090,980		80,083	34,653,287		5,203	73,744,268	-	85,286
9	Other Revenue	4,389,909			537,363			4,927,272	-	-
10	Prov. For Rate Refund	(908,871)						(908,871)	-	-
11	Total	306,773,133	163,433,432	295,172	36,999,677	677,747	5,420	343,772,811	164,111,179	300,592

301.1

\*Nebraska Industrial Firm  
Breakdown by Rate

	Revenues	Purchases	Avg. Customers	Jurisdictional
NE051	6,991	5,366	3	Y
NE061	8,822	4,902	9	Y
NE071	517,043	498,922	42	Y
Total Jurisdictional	532,855	509,190	54	
Unbilled	(6,999)	49,018	-	
Total Juris. Ind Firm	525,857	558,208	54	

\*\* Total Energy Options and Total Other Transport will equal the Transport Amount on the Income Statement. Not all amounts contained in the FERC Income Statement can be traced through to page 301.1.

**FERC ACCOUNTS - OPERATING REVENUE**

	<b>AMOUNT</b>
480000 RESIDENTIAL GAS SALES	182,233,099
480001 RESIDENTIAL UNBILLED GAS	11,836,155
481000 COMMERCIAL FIRM GAS REVENUE	57,710,802
481001 COMMERCIAL FIRM UNBIL GAS REV	3,887,810
481010 COMMERCIAL INTERR GAS REVENUE	436,012
481100 INDUSTRIAL FIRM GAS REVENUE	532,855
481101 INDUSTRIAL FIRM UNBIL GAS REV	(6,999)
481110 INDUSTRIAL INTERR GAS REVENUE	403,164
482000 OTH PUB AUTH GAS REV	19,676
487000 FORFEITED DISC/LATE PMT GAS	736,625
488000 MISC SERVICE REV GAS	2,779,403
488030 I/C MISC SERVICE REV GAS	442,913
489301 COMM FIRM TRANSPORT REV-DISTRB	9,356,930
489302 IND FIRM TRANSPORT REV-DISTRB	440,269
489303 COMM INTER TRANSPRT REV-DISTRB	2,420,794
489304 IND INTER TRANSPRT REV-DISTRB	5,523,448
489305 UNBILLED TRANSPORT REV-DISTRB	215,068
489311 REV RES CHOICE - DIST FAC UNB	362,064
489312 REV RES CHOICE - DIST FAC	26,656,151
489320 REV COMM CHOICE DIST FAC	12,485,349
489321 REV COMM CHOICE DIST FAC UNBILL	280,111
489330 REV IND CHOICE DIST FAC	2,169
489331 REV IND CHOICE DIST FAC UNBILL	(36)
489340 REV AG - CHOICE DIST FAC	20,876,008
489341 REV AG - CHOICE DIST FAC UNBILL	(14,566)
489370 REV COMM FT DIST FAC	2,479,130
489371 REV COMM DIST FAC UNBILL	19,670
489380 REV IND FT DIST FAC	1,576,703
489381 REV IND DIST FAC UNBILL	22,572
496000 PROVISION FOR RATE REFUNDS	(908,871)
495000 Other Revenue And Royalties	968,331
<b>TOTAL OPERATING REVENUE</b>	<b>343,772,811</b>

Transport  
82,701,834

**FERC ACCOUNTS - OPERATING EXPENSE**

	<b>AMOUNT</b>
856001 PERF TRANS MAIN LOCATES-GAS	13,778
850000 TRANS OPS SUPERV & ENG	2,038,448
851000 TRANS SYS CONTR & LOAD DISPATCH	1,204
856000 TRANS MAINS EXPENSE	4,469
870000 DIST OPS SUPERVISION AND ENGIN	6,541,053
874002 ROUTINE LEAK SURV MAINS & SVCS	1,063,071
874001 PERF DISTRIB MAIN LOCATES-GAS	5,786,042
874000 OPER/INSPECT UG DIST MAINS-GAS	2,795,128
875001 OPERATE/INSPECT FARM TAPS(O&M)	191,328
877000 DIST MEAS & REG STAT - CITY GA	299,024
876000 DIST MEAS & REG STAT - INDUS	20,599
875000 DIST MEAS & REG STAT - GENERAL	1,128,843
878001 PERF CONNECTS/DISCON/RECON-GAS	843,031
878000 OPER/INSP MTRS COLLECT DATAGAS	648,013

871000 DIST LOAD DISPATCHING	190	
879000 DIST CUSTOMER INSTALLATIONS	1,030,220	
881000 DIST OPER RENTS	60,114	
880001 CO USED GAS O&M OFFSET	50,752	
880000 DIST OPS OTHER EXPENSE	4,705,641	
852000 COMMUNICATION SYS EXP	3,311	
859000 OTHER TRANS OPS EXP	631,065	
860000 TRANSM RENT	3,183	
804000 NATURAL GAS CITY GATE PURCHASE	145,845,866	
805000 OTHER GAS PURCHASES	(13,964)	
805001 COST OF UNBILLED REVENUE	14,410,991	
805100 PURCHASED GAS COST ADJUSTMENTS	18,384,768	
805200 FINANCIAL GAS COST ADJ	(339,645)	
808100 GAS WITHDRAWN FROM STORAGE DR	27,467,887	
808200 GAS DELIVERED TO STORAGE CR	(41,614,096)	
812000 GAS USED FOR OTHER UTILITY OPS	(56,276)	
813000 OTHER GAS SUPPLY EXPENSES	25,646	Purchases
TOTAL ELECTRIC/GAS OPERATING EXPENSE	191,969,685	164,111,179
901000 CUST ACCTS SUPERVISION	242,781	
902000 READ METERS	713,074	
903000 CUST ACCTS RECORDS & COLLECTIO	5,771,349	
904000 UNCOLLECTIBLE ACCOUNTS	811,119	
905000 MISC CUSTOMER ACCOUNTS	111,847	
907000 CUSTOMER SERVICE SUPERVISION	128,084	
908000 CUSTOMER ASSISTANCE EXP	70,608	
909000 INFORMATIONAL & INSTRUCT ADS	75,563	
910000 MISC CUST SERVICE & INFO	2,305	
912000 SALES DEMONSTRATING & SELLING	574,361	
911000 SALES SUPERVERION	47	
913000 SALES ADVERTISING EXPENSES	170,414	
920001 COMP ABS FLOAT ADJ	1,168	
920000 ADMIN AND GENERAL SALARIES	22,980,347	
920999 LABOR OVERHEAD OFFSET	(9,859,552)	
921000 OFFICE SUPPLIES & EXPENSE	4,273,326	
922000 ADMIN EXP TRANS CREDIT	(3,214,238)	
923000 OUTSIDE SERVICES	3,068,118	
924000 PROPERTY INSURANCE	49,887	
925000 INJURIES AND DAMAGES	1,493,336	
926000 EMPLOYEE PENSIONS & BENEFITS	22,209,939	
926040 EMPLOYEE PENSIONS/BEN NON SEVC	84,505	
926999 BENEFIT OVERHEAD OFFSET	(13,320,663)	
928000 REGULATORY COMMISSION EXP	993,874	
930100 GENERAL ADVERTISING	475,972	
930102 GENERAL ADVERT-CUSTOMER BENE	11,202	
930200 MISCELLANEOUS GENERAL EXP	721,686	
930299 GAAP TO FERC BANK FEES	276,657	
931000 A & G RENTS	(417,113)	
931001 I/C RENT EXPENSE	2,451,563	
TOTAL A&G & OTHER EXPENSES	40,951,567	

**TOTAL OPERATING EXPENSE** **232,921,253**

<b>FERC ACCOUNTS - MAINTENANCE EXPENSE</b>	<b>AMOUNT</b>
863000 TRANS MAINT OF MAINS	2,666
867000 TRANS MAINT OF OTHER EQUIP	246
861000 TRANS MAINT SUPERV & ENGIN	16,339
888000 DIST MAINT COMPR STATION EQUIP	8,741
889001 MAINTAIN FARM TAPS (O&M)	460
891000 DS MNT MS & REG STAT EQ-CITY G	627,687
890000 DS MNT MEAS & REG STAT EQ-IND	62,901
889000 DS MNT MEAS & REG STAT EQ-GEN	248,705
894000 DIST MAINT OF OTHER EQUIP	223,657
892000 DIST MAINT OF SERVICES	547,541
887001 PERFMAINT_3RDPRTYDMG-UGDISTGAS	(135,961)
887000 PERF UG DISTRIB LINE MAINT-GAS	784,484
886000 DIST MAINT STRUCT & IMPROVE	192
893000 DIST MAINT METERS & HSE REGS	1,048,177
TOTAL MAINTENANCE EXPENSES	3,435,836
932000 MAINTENANCE GENERAL PLANT GAS	2,835,774
TOTAL A&G MAINTENANCE EXPENSES	2,835,774
<b>TOTAL MAINTENANCE EXPENSE</b>	<b>6,271,610</b>

<b>FERC ACCOUNTS - OTHER OPERATING EXPENSES</b>	<b>AMOUNT</b>
403000 DEPRECIATION	24,775,550
403200 DEPREC EXP CAP LEASE	12,836
403340 DEPRECIATION NONREG	(81,876)
DEPREC EXPENSE DEPRECIATION EXPENSE	24,706,511
404303 AMORT-CCA GAS PLANT	180,833
405000 AMORTIZATION EXPENSE	25,768
AMORT & DEPL UTILTY AMORT & DEPL OF UTILITY PLANT	206,601
408100 Taxes Oth-Than Income Taxes	2,441,244
408130 TOTI-PROPERTY TAXES	6,984,165
408199 TAXES OTI CAPITAL OFFSET	(3,385,020)
TAXES OTHER THAN INC TAXES OTHER THAN INCOME	6,040,390
409100 CURRENT FED INC TAX	(9,910,503)
INC TAXES FEDERAL INCOME TAXES FEDERAL	(9,910,503)
409101 CURRENT STATE INC TAX	(6,813,347)
INC TAXES OTHER INCOME TAXES OTHER	(6,813,347)
410997 SVC CO DEF FED & ST INC TAX EXP	1,096,770
410101 DEFERRED CURRENT STATE INC TAX	46,333,806
410100 DEFERRED CURRENT FED INC TAX	69,065,579
PROV DEF INC TAX PROVISION FOR DEF INCOME TAX	116,496,154
411997 SVC CO DEF FED & ST INC TAX EX	(856,007)
411101 DEF INC TAX ST CR OPERATING	(34,530,719)
411100 DEF INC TAX FED CR OPERATING	(48,018,707)
LESS PROV DEF INC TX LESS PROV DEF INCOME TAX CRED	(83,405,433)
<b>OTHER OPERATING EXPENSES</b>	<b>47,320,373</b>

**TOTAL UTILITY OPERATING EXPENS** **286,513,236**

**NET UTILITY OPERATING INCOME**

57,259,575

**FERC ACCOUNTS - OTHER INCOME & DEDUCTIONS**

**AMOUNT**

415000 MERCHANDISE REVENUES	483,791
415100 REV P&S APPL REP CONTRACT	49,155
415101 REV P&S COMFORT PLAN	6,571,427
415103 REV P&S - HOMESERVE	509,266
415200 REV P&S - SALES & INSTALLS	29,022
415300 REV P&S - T&M REPAIRS	322,715
REV MERCH JOBBING REVENUE MERCH JOBBING CONTRACT	7,965,377
416000 EXP MERCH JOBBING & CONTRACT	190,696
416100 COGS P&S - APPL REP CONTRACT	252,020
416101 COGS P&S - COMFORT PLAN	2,053,960
416103 COGS P&S - HOMESERVE	1,992
416200 COGS P&S - SALES & INSTALLS	33,621
416300 COGS P&S - T&M REPAIRS	208,179
416301 COGS P&S - AGRICULTURE	5,844
416800 O&M P&S EXPENSES	372,050
LESS COST & EXP MERC LESS COST & EXPENSE MERCH JOB	3,118,361
417000 NONUTILITY REVENUES	102,007
417057 OTHER REVENUE AND ROYALTIES NR	2,851,059
REV NON UTILITY OPS REVENUE NON UTILITY OPERATIONS	2,953,066
417802 CONTRACTOR CONSULTING EXP	7
NON-REG EXPENSES	7
417100 NONUTILITY EXPENSES - COS	703,460
417101 NONUTILITY EXP - OTHER O&M	124,833
417158 NONUTILITY OPS EXPENSE OTHER	1,373
417162 ADMIN AND GEN-EMPL BENEFITS	6,514
417180 NONUTILITY DEPRECIATION EXP	148,814
LESS EXP NON UTILITY LESS EXPENSE NON UTILITY OPS	985,001
419000 INTEREST INCOME - 3RD PARTY	9,914
419050 I/C INTEREST INCOME FROM UMP	56,690
419053 I/C UMP INT INC FROM AFFILIATE	734,873
INT & DIVIDEND INC INTEREST & DIVIDEND INCOME	801,477
421000 Misc Nonoperating Income	70,266
MISC NON OP INCOME MISC NON OPERATING INCOME	70,266
421198 O&M GAIN ON SALE OF ASSET OP	5,239
GAIN DISPO PROPERTY GAIN ON DISPOSITION PROPERTY	5,239
TOTAL OTHER INCOME	7,692,063
426100 MISC NONOPER DONATIONS	241,444
DONATIONS	241,444
426300 MISC NONOPER PENALTIES	32
PENALTIES	32
426400 MISC NONOPER CIVIC & POLITICAL	169,064
EXP CIVIC POLITICAL EXP CIVIC POLITICAL & RELATED	169,064
426500 MISC NONOPER OTHER	(297,049)
426501 MISC OPERATING	(27)
OTHER DEDUCTIONS	(297,076)

TTL OTH INC DEDUCT TOTAL OTHER INCOME DEDUCTIONS	113,464
408200 TAXES OTHR TN INCTAX NON UTIL	162,372
408230 TOTI-PROPERTY TAXES NON UTILITY	(3,265)
TAXES OTHER TAXES ON OTHER INCOME	159,107
410200 DEFERRED INCOME TAXES - OTHER	43,100
410201 DEFERRED STATE INCOME TAXES - Non op	(205,238)
DEF INC TAX OTHER DEF TAX PROV OTHER INC & DED	(162,138)
TAXES OTH INC & DED TAXES OTHER INCOME & DEDUCTION	(3,031)
NET OTH INC & DED NET OTHER INCOME & DEDUCTIONS	7,581,630
<b>TOTAL OTHER INCOME &amp; DEDUCTIONS</b>	<b>7,581,630</b>

<b>FERC ACCOUNTS - INTEREST CHARGES</b>	<b>AMOUNT</b>
430000 I/C INTEREST EXPENSE TO UMP	624,985
430002 I/C INT EXP ALLOC FROM BHSC	802,496
430003 I/C UMP INT EXP TO AFFILIATE	742,609
430005 I/C INTEREST EXPENSE AFFILIATE	14,047,294
430006 I/C ALLOCATED INTEREST EXPENSE	6,557,756
430200 I/C INTEREST EXT CAP LEASE	180
430999 GAAP TO FERC - BANK FEES	(276,657)
INT DEBT ASSOC COMP INTEREST ON DEBT ASSOC COMPANY	22,498,663
431000 INTEREST EXPENSE - 3RD PARTY	(750,733)
431001 INTEREST ON CUSTOMER DEPOSITS	2,101
431500 CAPITALIZED INTEREST	(39,338)
OTH INTEREST EXPENSE OTHER INTEREST EXPENSE	(787,970)
432000 AFUDC DEBT	(567,917)
LESS AFUDC BORROWED	(567,917)
NET INTEREST CHRGS NET INTEREST CHARGES	21,142,776
<b>NET INTEREST CHARGES</b>	<b>21,142,776</b>

<b>TOTAL NET INCOME</b>	<b>42,056,845</b>
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