

Black Hills Power, Inc.  
South Dakota  
Revenue Requirement Model Description

## Section L

**20:10:13:95. Schedule L-1 -- Working Papers for Adjusted Taxes.** Schedule L-1 shall show computations of adjusted taxes claimed in statement L.

**Source:** 2 SDR 90, effective July 7, 1976; 12 SDR 151, 12 SDR 155, effective July 1, 1986.

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

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

**BLACK HILLS POWER, INC.**  
**ADJUSTMENTS OTHER THAN FEDERAL INCOME TAX**  
**For the Test Year Ended June 30, 2012**

Line No.	Description	Reference	Amount
1	<b>FICA Tax Adjustment</b>		
2	Net O&M Payroll Changes	Sched. H-1 Ln.29(d)	\$ (119,726)
3	FICA Tax Rate		7.65%
4	Additional FICA Tax on O&M Wage Increase	Ln.2 * Ln.3	(9,159)
5			
6	Adjustment to FICA Tax	Ln.4	<u>\$ (9,159)</u>
7			
8	<b>Unemployment Tax Adjustment</b>		
9	O&M Payroll Changes	Sched. H-1 Ln.29(d)	(119,726)
10	Estimated Blended Tax Rate		0.35%
11			
12	Adjustment to Unemployment Tax	Ln.9 * Ln.10	<u>\$ (419)</u>
13			
14	Federal Adjustment	Ln.12 / 2	\$ (210)
15	State Adjustment	Ln.12 / 2	\$ (210)
16			
17	<b>Property Tax Adjustment</b>		
18	12 month Average Acct. #106	Stmt. D pg.2 Ln.24(c)	18,958,232
19	Subsequent/Expected Additions/Retirements	Stmt. D pg.2 Ln.24(b)	13,256,080
20		Ln.18 + Ln.19	<u>32,214,312</u>
21	Property Tax Rate as a Percentage of Assets		1.4576%
22			
23	Total Property Tax Adjustment	Ln.20 * Ln.21	<u>\$ 469,541</u>