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Line No.	10 Bridge Schedule by Adjustment Detail	NSPM-K&M-Property Taxes 2014	NSPM-K&M-Property Taxes 2014
1	Composite Income Tax Rate		
2	<u>Federal Effective Tax Rate</u>	35.00%	35.00%
3	Revenue Conversion Factor (1/(1-Composite	1.538462	1.538462
4			
5	Required Rate of Return	7.84%	7.84%
6			
7	Rate Base		
8	Plant Investment		
9	<u>Depreciation Reserve</u>	-	-
10	Net Utility Plant		
11			
12	Accumulated Deferred Taxes		
13	Total Accum Deferred Taxes		
14			
15			
16	Total Rate Base		
17			
18	Operating Revenue		
19	Retail		
20	Interdepartmental		
21	<u>Other Operating Rev - Non-Retail</u>	4,677,941	285,729
22	Total Operating Revenues	4,677,941	285,729
23			
24	Expenses		
25	Operating Expenses:		
26	Customer Accounting		
27	Customer Service & Information		
28	Sales, Econ Dvlp & Other		
29	<u>Administrative & General</u>	-	-
30	Total Operating Expenses		
31			
32	Depreciation		
33	Amortization		
34			
35	Taxes:		
36	Property Taxes	35,319,532	1,801,847
37	ITC Amortization		
38	Deferred Taxes		
39	Less Deferred State Tax Credits		
40	<u>Less Deferred Federal Tax Credits</u>	-	-
41	Deferred Income Tax & ITC		
42	Payroll & Other Taxes		
43	Total Taxes Other Than Income	35,319,532	1,801,847
44			
45	Income Before Taxes		
46	Total Operating Revenues	4,677,941	285,729
47	less: Total Operating Expenses		
48	Book Depreciation		
49	Amortization		
50	<u>Taxes Other than Income</u>	35,319,532	1,801,847
51	Total Before Tax Book Income	(30,641,590)	(1,516,118)
52			
53	Tax Additions		
54	Book Depreciation		
55	Deferred Income Taxes and ITC		
56	Nuclear Fuel Burn (ex. D&D)		
57	Nuclear Outage Accounting		
58	Avoided Tax Interest		
59	<u>Other Book Additions</u>	-	-
60	Total Tax Additions		
61			
62	Tax Deductions		
63	Total Rate Base		
64	Weighted Cost of Debt	2.32%	2.32%
65	Debt Interest Expense		
66	Nuclear Outage Accounting		
67	Tax Depreciation and Removals		
68	Federal Sec 199 Production Deduction		
69	<u>Other Tax / Book Timing Differences</u>	-	-
70	Total Tax Deductions		

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Line No.	10 Bridge Schedule by Adjustment Detail	NSPM-K&M-Property Taxes 2014	NSPM-K&M-Property Taxes 2014
71			
72	State Taxes		
73	State Taxable Income	(30,641,590)	(1,516,118)
74	State Income Tax Rate	-	-
75	State Taxes before Credits	(2,768,811)	-
76	Less State Tax Credits	-	-
77	Total State Income Taxes	(2,768,811)	
78			
79	Federal Taxes		
80	Federal Taxable Income	(27,872,779)	(1,516,118)
81	Federal Income Tax Rate	35.00%	35.00%
82	Federal Tax before Credits	(9,755,473)	(530,641)
83	Less Federal Tax Credits	-	-
84	Total Federal Income Taxes	(9,755,473)	(530,641)
85			
86	Total Taxes		
87	Total Taxes Other than Income	35,319,532	1,801,847
88	Total Federal and State Income Taxes	(12,624,284)	(530,641)
89	Total Taxes	22,795,248	1,271,206
90			
91	Total Operating Revenues	4,677,941	285,729
92	Total Expenses	22,795,248	1,271,206
93			
94	Net Income	(18,117,307)	(985,477)
95			
96	Rate of Return (ROR)		
97	Total Operating Income	(18,117,307)	(985,477)
98	Total Rate Base	-	-
99	ROR (Operating Income / Rate Base)		
100			
101	Return on Equity (ROE)		
102	Net Operating Income	(18,117,307)	(985,477)
103	Debt Interest (Rate Base * Weighted Cost of C		
104	Earnings Available for Common	(18,117,307)	(985,477)
105	Equity Rate Base (Rate Base * Equity Ratio)	-	-
106	ROE (earnings for Common / Equity)		
107			
108	Revenue Deficiency		
109	Required Operating Income (Rate Base * Req		
110	Net Operating Income	(18,117,307)	(985,477)
111	Operating Income Deficiency	18,117,307	985,477
112			
113	Revenue Conversion Factor (1/(1-Composita	1.538462	1.538462
114	Revenue Deficiency (Income Deficiency * C	30,641,603	1,516,118
115			
116	Total Revenue Requirements		
117	Total Retail Revenues		
118	Revenue Deficiency	30,641,603	1,516,118
119	Total Revenue Requirements	30,641,603	1,516,118
120			
121	Required Rate of Return, Last Authorized	7.78%	7.78%
122	Revenue Deficiency at Last Authorized	30,641,603	1,516,118
123	Total Revenue Requirements at Last Authoriz	30,641,603	1,516,118
124			
125	Difference in Deficiency from Last Authorized		

2014 over 2013 Property Taxes

	← 2014 over 2013 Property Taxes Total →				← Jurisdiction Total →				SD St * IA Alloc	
	2014/2013 Total Minn	2014/2013 Total No Dak	2014/2013 Total So Dak	2014/2013 Total TOTAL	2014/2013 Total Minn	2014/2013 Total No Dak	2014/2013 Total So Dak	2014/2013 Total Wholesale	2014/2013 Total TOTAL	2014/2013 Total MN St Net of IA
Electric										
Production	26,609,316	0	92,279	26,701,595	23,443,867	1,626,795	1,630,933	0	26,701,595	1,384,356
Transmission	4,479,499	(223,720)	(16,152)	4,239,626	3,722,371	258,299	258,956	0	4,239,626	219,805
Distribution	5,378,249	76,749	(32,235)	5,422,764	5,378,249	76,749	(32,235)	0	5,422,764	(32,235)
Common	(925,869)	(118,584)	0	(1,044,453)	(934,258)	(53,996)	(55,808)	(392)	(1,044,453)	(55,808)
Total Electric	35,541,195	(265,556)	43,892	35,319,532	31,610,229	1,907,847	1,801,847	(392)	35,319,532	1,516,118
Gas										
Production	342,232	2,148	0	344,381	305,909	38,471	0	0	344,381	
Transmission	3,118	1,647	0	4,765	3,118	1,647	0	0	4,765	
Distribution	(550,186)	58,094	0	(492,092)	(550,186)	58,094	0	0	(492,092)	
Common	(74,131)	(9,495)	0	(83,626)	(78,910)	(4,716)	0	0	(83,626)	
Total Gas	(278,967)	52,395	0	(226,572)	(320,069)	93,497	0	0	(226,572)	
Total Operating	35,262,228	(213,160)	43,892	35,092,959	31,290,160	2,001,344	1,801,847	(392)	35,092,959	

2014 Forecast Property Taxes

	<-----2014 Property Taxes Total----->				<-----Jurisdiction Total----->				
	2014	2014	2014	2014	2014	2014	2014	2014	2014
	Total	Total	Total	Total	Total	Total	Total	Total	Total
	Minn	No Dak	So Dak	TOTAL	Minn	No Dak	So Dak	Wholesale	TOTAL
Electric									
Production	102,253,000	0	785,000	103,038,000	90,466,849	6,277,590	6,293,561	0	103,038,000
Transmission	32,937,000	592,000	947,000	34,476,000	30,269,756	2,100,450	2,105,794	0	34,476,000
Distribution	47,947,000	1,432,000	1,568,000	50,947,000	47,947,000	1,432,000	1,568,000	0	50,947,000
Common	0	0	0	0	0	0	0	0	0
Total Electric	183,137,000	2,024,000	3,300,000	188,461,000	168,683,604	9,810,040	9,967,355	0	188,461,000
Gas									
Production	1,188,000	13,000	0	1,201,000	1,069,398	131,602	0	0	1,201,000
Transmission	1,209,000	30,000	0	1,239,000	1,209,000	30,000	0	0	1,239,000
Distribution	14,166,000	933,000	0	15,099,000	14,166,000	933,000	0	0	15,099,000
Common	0	0	0	0	0	0	0	0	0
Total Gas	16,563,000	976,000	0	17,539,000	16,444,398	1,094,602	0	0	17,539,000
Total Operating	199,700,000	3,000,000	3,300,000	206,000,000	185,128,002	10,904,642	9,967,355	0	206,000,000

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2013 Actual Property Taxes

	<-----2013 Property Taxes Total----->				<-----Jurisdiction Total----->					
	2013	2013	2013	2013	2013	2013	2013	2013	2013	
	Total	Total	Total	Total	Total	Total	Total	Total	Total	
	Minn	No Dak	So Dak	TOTAL	Minn	No Dak	So Dak	Wholesale	TOTAL	
Electric										
Production	75,643,684	0	692,721	76,336,405	66,959,088	4,661,483	4,674,994	40,840	76,336,405	
Transmission	28,457,501	815,720	963,152	30,236,374	26,522,077	1,846,384	1,851,736	16,176	30,236,374	
Distribution	42,568,751	1,355,251	1,600,235	45,524,236	42,568,751	1,355,251	1,600,235	0	45,524,236	
Common	925,869	118,584	0	1,044,453	934,258	53,996	55,808	392	1,044,453	
Total Electric	147,595,805	2,289,556	3,256,108	153,141,468	136,984,174	7,917,114	8,182,773	57,408	153,141,468	
Gas										
Production	845,768	10,852	0	856,619	762,754	93,866	0	0	856,619	
Transmission	1,205,882	28,353	0	1,234,235	1,205,882	28,353	0	0	1,234,235	
Distribution	14,716,186	874,906	0	15,591,092	14,716,186	874,906	0	0	15,591,092	
Common	74,131	9,495	0	83,626	78,910	4,716	0	0	83,626	
Total Gas	16,841,967	923,605	0	17,765,572	16,763,732	1,001,840	0	0	17,765,572	
Total Operating	164,437,772	3,213,160	3,256,108	170,907,041	153,747,906	8,918,954	8,182,773	57,408	170,907,041	

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