

MidAmerican Energy Company  
 Docket No. EL14-  
 South Dakota Operating Income Statement  
 Pro Forma Adjustment - Interest Synchronization  
 Test Year Ended December 31, 2013

Line	Description (a)	South Dakota Gas (b)	Reference (c)
1.	OPERATING EXPENSE		
2.	Rate Base	\$66,588,000	From Exh. MJA 1.1, Sch 1, Col (d), Ln 20
3.	Weighted Cost of Debt	2.161%	From Exhibit RRT 1.1 Sch. 25 Line 1 Column (e)
4.	Pro Forma Interest	\$ 1,438,972	Line 2 times Line 3
5.	Interest in jurisdictional tax calculation	\$ 1,058,395	WP RRT 4 Page 2, Line 9
6.	Pre-tax impact of book interest synch	\$ (58,000)	WP RRT 4 Page 2 line 16 divided by -35%
7.	Book interest	\$ 1,000,395	
8.	Difference	<u>\$ 438,577</u>	Line 4 minus Line 6
9.	Federal tax difference	\$ (153,502)	Line 7 times 35% * -1
10.	<b>Pro Forma Adjustment</b>		
11.	Federal Income Taxes (35%)	<b>\$ (153,502)</b>	To Exhibit RRT 1.1 Sch. 4

Line	Description (1)	SD Jurisdictional
1	Revenues	\$0
2	Operation Expense	-
3	Maintenance Expense	-
4	Depreciation	-
5	Amortization	-
6	Amortization of Acquisition Adj.	-
7	Taxes other than income	-
8	Pre tax, pre interest net income	2,677,249
9	Interest Expense	1,058,395
10	Pre Tax Book Income	1,618,854
11	Schedule "M" Items	(1,629,474)
12	Federal Taxable Income	(\$10,620)
13	Adjustment - bonus Depreciation	
14	State Taxable Income	(\$10,620)
15	Federal Current	(\$3,717)
16	Interest sync	\$20,300
17	State Current	\$0
	interest sync	\$0
18	Federal Deferred Taxes	791,607
19	State Deferred Taxes	0
20	Subtotal	808,190
	<b>Book-to-Tax</b>	
21	Federal Current	363,055
22	State Current	0
23	Federal Deferred	(238,514)
24	State Deferred	0
24	Net ITC	(7,429)
26	Energy Production Credits	(1,459,671)
27	Total	(\$534,369)
28	<b>SUMMARY</b>	
29	Net ITC	(7,429)
30	Federal Current	(\$1,080,033)
31	State Current	\$0
32	Deferred Fed	553,093
33	Deferred State	0
34	Total	(\$534,369)

Source: Company Books and Records