

Line	Description	Amount
	(a)	(b)
1	Investment To Be Financed (Average Rate Base)	\$ 318,639
2	Weighted Cost of Debt	<u>2.250%</u>
3	Synchronized Interest Expense	7,169
4	Interest Expense as filed	<u>\$890</u>
5	Difference In Interest Expense	6,279
6	Federal Income Tax Adjustment (21%)	<b>\$ (1,319)</b>

**SOURCES:**

Column b, line 1: PJS-2 Sch 1, column d, line 23  
Column b, line 2: BAM-2 Sch 1, column e, line 1  
Column b, line 3: line 1 \* line 2  
Column b, line 4: BAM-2 Sch 3, column e, lines 3 through 12  
Column b, line 5: line 3 less line 4  
Column b, line 6: - line 5 \* 21%