

## South Dakota Regulated Capital Structure

### Weighted Average Cost of Capital South Dakota 2011 (\$ in 000's)

JURISDICTION	Balances	Capital Ratios	Cost of Capital	Weighted Avg Cost of Debt	Before Tax Weighted Cost of Capital	After Tax Weighted Cost of Capital	Revenue Requirements
		Debt %					
LT Debt (1)	3,286,352	100.00%	47.11%	6.12%	6.12%	2.88%	1.78%
ST Debt (2)	0	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
<b>Total Debt</b>	<b>3,286,352</b>	<b>100.00%</b>	<b>47.11%</b>	<b>6.12%</b>	<b>2.88%</b>	<b>1.78%</b>	<b>2.88%</b>
Common Equity (3)	3,690,284	52.89%	10.65% *		5.63%	5.63%	9.13%
<b>Total Equity</b>	<b>3,690,284</b>	<b>52.89%</b>			<b>5.63%</b>	<b>5.63%</b>	<b>9.13%</b>
<b>Total Capital</b>	<b>6,976,636</b>	<b>100.00%</b>			<b>8.51%</b>	<b>7.41%</b>	<b>12.01%</b>
Income Tax Rate	38.3475%	South Dakota 2011 Jurisdictional Tax Rate					

**Footnote:**

(1) LTD Balance - is a 13 Month Average Balance.

LTD Rate is based on debt costs and adjusted for the Becker Bonds divided by Capital Employed (8.500% reduced to 6.543%).

(2) STD Balance - is zero. SD Does not include STD in their Capital Structure

STD Rate is based on Interest and Monthly Fees divided by Average Balance. Amortization of Credit Facility Upfront Fees are part of LTD Costs.

(3) Equity Balance is a 13 Month Average Balance. Unregulated subsidiaries are eliminated.

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