

Line No.	Description (a)	South Dakota Per Books (b)	Total Staff Adjustments (c)	Adjusted Test Year (d)	Revenue Adjustment (e)	Adjusted Test Year with Revenue Adjustment (f)
1	OPERATING REVENUES:					
2	Sales of Electricity Revenues	\$ 138,472,112	\$ (33,288,028)	\$ 105,184,084	\$ 8,831,464	\$ 114,015,548
3	Contract Revenues	50,619,748	(38,873,009)	11,746,739		11,746,739
4	Other Operating Revenues	14,492,540	(9,313,563)	5,178,977		5,178,977
5	<b>TOTAL OPERATING REVENUES</b>	<b>203,584,400</b>	<b>(81,474,600)</b>	<b>122,109,800</b>	<b>8,831,464</b>	<b>130,941,264</b>
6	OPERATING EXPENSES:					
7	Operation and Maintenance:					
8	Production Expense	85,797,807	(61,518,852)	24,278,955		24,278,955
9	Transmission Expense	17,440,113	(17,032,946)	407,167		407,167
10	Distribution Expense	6,668,047	493,819	7,161,866		7,161,866
11	Customer Accounting Expense	2,831,643	(71,024)	2,760,619		2,760,619
12	Customer Service Expense	1,464,398	(178,435)	1,285,963		1,285,963
13	Sales Expense	1,992	(2,029)	(37)		(37)
14	Administrative and General Expense	22,111,212	1,300,793	23,412,005		23,412,005
15	Total Operation and Maintenance	136,315,212	(77,008,674)	59,306,538	-	59,306,538
16	Depreciation and Amortization	22,784,375	921,485	23,705,860		23,705,860
17	Taxes:					
18	Property Taxes	3,720,016	418,747	4,138,763		4,138,763
19	Payroll Taxes					
20	FICA	2,512,919	(99,323)	2,413,596		2,413,596
21	Federal Unemployment	19,743	(2,272)	17,471		17,471
22	State Unemployment	84,144	(2,272)	81,872		81,872
23	Gross Receipts Tax	216,138	-	216,138	13,227	229,365
24	Federal Income Taxes	(5,576,459)	(2,178,055)	(7,754,514)	3,086,383	(4,668,131)
25	Deferred Income Taxes	13,632,245	-	13,632,245		13,632,245
26	Investment Tax Credit	(5,647)	-	(5,647)		(5,647)
27	Other Taxes	(2,815,520)	-	(2,815,520)		(2,815,520)
28	Total Taxes	11,787,579	(1,863,175)	9,924,404	3,099,610	13,024,014
29	<b>TOTAL OPERATING EXPENSES</b>	<b>170,887,166</b>	<b>(77,950,364)</b>	<b>92,936,802</b>	<b>3,099,610</b>	<b>96,036,412</b>
30	<b>OPERATING INCOME</b>	<b>\$ 32,697,234</b>	<b>\$ (3,524,236)</b>	<b>\$ 29,172,998</b>	<b>\$ 5,731,854</b>	<b>\$ 34,904,852</b>
31	Rate Base	419,222,711		\$ 440,162,064		\$ 440,162,064
32	Earned Rate of Return	7.80%		6.63%		7.93%
33	Staff Proposed Rate of Return			7.93%		7.93%

**SOURCES:**

Line 5: Sum of lines 2 through 4  
Line 15: Sum of lines 8 through 14  
Line 28: Sum of lines 18 through 27  
Line 29: Sum of lines 15, 16 and 28  
Line 30: Line 15 less line 29  
Line 31: BAM-2 Schedule 1, column d, line 37  
Line 32: Line 30 / line 31  
Line 33: BLC-1, Schedule 1, column d, line 3  
Column b: BAM-1, Schedule 3, column b

Column c: BAM-1, Schedule 3, column am  
Column d: Column b plus column c  
Column e, line 2: BAM-1, Schedule 1, page 1, column b, line 10  
Column e, line 23: BAM-1, Schedule 1, page 1, column b, line 9  
Column e, line 24: BAM-1, Sch 1, p 1, col b, line 8 less  
BAM-1, sch 1, p 1, col b, line 6  
Column f: Column d plus column e