



LINE NO.	PIPR Quarterly Revenue Requirement Calculation	Reference	Feb-14	Mar-14	Apr-14
1	Forecasted Monthly Construction Costs	Schedule D	\$ 4,138,760	\$ 3,800,310	\$ 2,690,759
2	Forecasted Monthly Cumulative Construction Costs		77,072,552	80,872,862	83,563,621
3	Jurisdictional Allocation		91.53%	91.53%	91.53%
4	SD Forecasted Monthly Cumulative Construction Costs	(line 2 x 3)	70,544,507	74,022,931	76,485,782
5	Phase In Plan: Rate of Return (Forecasted)	line 19	5.49%	5.49%	5.49%
6	Monthly Return on Costs	(line 4 x line 5 ÷ 12 months)	322,741	338,655	349,922
7	Phase In Plan: Equity Return	line 18	4.63%	4.63%	4.63%
8	Monthly Phase In Plan Return on Equity	(line 4 x line 7 ÷ 12 months)	272,184	285,605	295,108
9	Federal Tax Gross-up Factor	line 23	1.53846	1.53846	1.53846
10	Equity Return Tax Gross-up	(line 8 x line 9)	418,744	439,392	454,012
11	Monthly Revenue Requirement	(line 6 + line 10 - line 8)	469,301	492,442	508,826
12					
13	Quarterly Revenue Requirement	(sum of line 11)			\$ 1,470,569
14					
15					
16	<b>Phase In Plan Rate of Return - Forecasted</b>		Percent of Total	Cost	Return
17	Debt	CONFIDENTIAL			0.86%
18	Equity	CONFIDENTIAL			4.63%
19	Phase In Plan Rate of Return (Forecasted)				5.49%
20					
21					
22					
23	Federal Tax Gross-up Factor = 1/(1-.35)				