

<u>Line</u>	<u>Description</u>	<u>South Dakota Amount</u>
	(a)	(b)
1	Rate Base	
2	Production Plant in Service	\$ 416,089
3	Depreciation Reserve	29,445
4	Accumulated Deferred Income Taxes	62,282
5	Total Rate Base	\$ 324,362
6	Operating Income	
7	Other Operating Revenues	
8	Interchange Revenues	\$ 12,760
9	Total Other Operating Revenues	\$ 12,760
10	Operating Expenses	
11	Depreciation Expense	54,382
12	Deferred Income Taxes	(12,208)
13	Federal Income Taxes	(3,747)
14	Total Operating Expenses	38,427
15	Operating Income	\$ (25,667)
16	<u>Calculation of Federal Income Taxes:</u>	
17	Operating Revenues	\$ 12,760
18	Property Taxes	-
19	Avoided Tax Interest	(1,810)
20	Tax Depreciation & Removal Expense	21,655
21	Federal Income Taxes	\$ (3,747)

Sources:

Column b, lines 2-4, 11, 12, 18, 19, & 20: DR 5-11 Supplemental, Attachment O, PF-34 tab, column E + column F
Column b, line 5: line 2 - line 3 - line 4
Column b, line 8: Email from Deb Paulson on 4/8/15
Column b, line 9: line 8
Column b, line 13: line 21
Column b, line 14: sum of lines 11-13
Column b, line 15: line 9 less line 14
Column b, line 17: line 9
Column b, line 21: (line 17 - line 18 + line 19 - line 20) * 35%