

<u>Line</u>	<u>Description</u>	<u>South Dakota Amount</u>
	(a)	(b)
1	Rate Base	
2	Production Plant in Service	\$ 1,281,882
3	Depreciation Reserve	46,381
4	Accumulated Deferred Income Taxes	215,284
5	Total Rate Base	<u>\$ 1,020,217</u>
6	Operating Income	
7	Other Operating Revenues	
8	Interchange Revenues	\$ 25,105
9	Total Other Operating Revenues	\$ 25,105
10	Operating Expenses	
11	Depreciation Expense	65,602
12	Deferred Income Taxes	9,196
13	Federal Income Taxes	(23,812)
14	Total Operating Expenses	<u>50,986</u>
15	Operating Income	<u>\$ (25,881)</u>
16	<u>Calculation of Federal Income Taxes:</u>	
17	Operating Revenues	\$ 25,105
18	Property Taxes	-
19	Avoided Tax Interest	(12,586)
20	Tax Depreciation & Removal Expense	<u>80,554</u>
21	Federal Income Taxes	\$ (23,812)

Sources:

Column b, lines 2-4, 11, 12, 18, 19, & 20: DR 5-11 Supplemental, Attachment J, PF-27 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%