

**Federal ADIT Proration**  
**Preserve True-Up Period**

Line No.	A	B	C	D
1		Tax Conversion Factor	1.2658	(1/(1-21%))
2		Gross Up of Equity %	5.66%	(C1 * C9)
3		Equity Return %	4.47%	(F17)
4		Gross Up Factor	1.19%	(F10-F11)

	Annual	Monthly
Debt Return %	2.19%	0.18%
Preferred Equity %	0.00%	0.00%
Equity Return %	4.47%	0.37%
Rate of Return	6.67%	0.56%
Tax RR on Equity Return	1.19%	0.10%
Rate Base Rev Req Gross Up Factor	7.86%	0.65%
Monthly Gross Up Factor (D11) Multiplied by SD D2 Factor (9.187%)		0.06%

March 2020 - February 2021 Recovery Period			
Month	Original ADIT Balance - All Projects with ADIT Pro-Rated	Updated ADIT Balance - All Projects without ADIT Pro-Rated	Difference due to Federal ADIT Proration (B - A)
Feb-20	(\$2,107,641)	(\$2,105,361)	\$2,280
Mar-20	(\$2,257,534)	(\$2,253,514)	
Apr-20	(\$2,394,002)	(\$2,388,410)	
May-20	(\$2,516,594)	(\$2,509,607)	
Jun-20	(\$2,625,749)	(\$2,617,546)	
Jul-20	(\$2,721,002)	(\$2,711,800)	
Aug-20	(\$2,802,355)	(\$2,792,355)	
Sep-20	(\$2,870,288)	(\$2,859,651)	
Oct-20	(\$2,924,364)	(\$2,913,247)	
Nov-20	(\$2,965,033)	(\$2,953,584)	
Dec-20	(\$3,016,025)	(\$2,980,121)	
Jan-21	(\$3,029,450)	(\$2,991,399)	
Feb-21	(\$3,029,913)	(\$2,991,788)	\$38,125
ADIT Simple Average	(\$2,568,777)	(\$2,548,575)	\$20,203

Rate Base Rev Req Gross Up Factor 7.86%  
Total Company Revenue Requirement \$ 1,587

<b>SD Revenue Requirement Related to Federal ADIT Proration-Preservation \$ 156</b>
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