

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 %	6.00%	(C1 * C9)
3		Equity Return %	4.74%	(F17)
4		Gross Up Factor	1.26%	(F10-F11)

	Annual	Monthly
Debt Return %	2.12%	0.18%
Preferred Equity %	0.00%	0.00%
Equity Return %	4.74%	0.40%
Rate of Return	6.86%	0.57%
Tax RR on Equity Return	1.26%	0.11%
Rate Base Rev Req Gross Up Factor	8.12%	0.68%
Monthly Gross Up Factor (D11) Multiplied by SD D2 Factor (9.187%)		0.06%

March 2022 - February 2023 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	(\$5,753,990)	(\$5,911,978)	(\$157,988)
Mar-20	(\$5,884,788)	(\$6,051,058)	
Apr-20	(\$6,003,872)	(\$6,178,744)	
May-20	(\$6,110,852)	(\$6,294,538)	
Jun-20	(\$6,206,119)	(\$6,398,862)	
Jul-20	(\$6,289,283)	(\$6,498,076)	
Aug-20	(\$6,360,343)	(\$6,585,207)	
Sep-20	(\$6,419,690)	(\$6,660,617)	
Oct-20	(\$6,466,933)	(\$6,722,671)	
Nov-20	(\$6,502,463)	(\$6,773,001)	
Dec-20	(\$6,525,889)	(\$6,811,242)	
Jan-21	(\$6,537,288)	(\$6,823,256)	
Feb-21	(\$6,537,681)	(\$6,824,423)	(\$286,742)
ADIT Simple Average	(\$6,145,836)	(\$6,368,201)	(\$222,365)

Rate Base Rev Req Gross Up Factor 8.12%  
 Total Company Revenue Requirement \$ (18,051)

<b>SD Revenue Requirement Related to Federal ADIT Proration-Preservation \$ (1,772)</b>
---