

| Line | Description                              | Staff Proposed<br>South Dakota<br>Electric<br>Adjusted 2021<br>Test Year | NSP Proposed<br>South Dakota<br>Electric<br>Adjusted 2021<br>Test Year | Difference         |
|------|--|--|--|--------------------|
|      | (a)                                      | (b)  | (c)  | (d)                |
| 1    | Average Rate Base                        | \$ 829,155   | \$ 947,135   | \$ (117,981)       |
| 2    | Adjusted Test Year Operating Income      | 53,684   | 37,597   | 16,087             |
| 3    | Earned Rate of Return                    | 6.47%  | 3.97%  |                    |
| 4    | Recommended Rate of Return               | 6.82%  | 7.65%  |                    |
| 5    | Required Operating Income                | 56,548   | 72,456   | (15,908)           |
| 6    | Income Deficiency (Excess)               | 2,864  | 34,859   | (31,995)           |
| 7    | Gross Revenue Conversion Factor          | 1.26582  | 1.26582  |                    |
| 8    | Revenue Deficiency (Excess)              | 3,625  | 44,125   | (40,500)           |
| 9    | Gross Receipts Tax (at 0.0015)           | 5  | -  |                    |
| 10   | <b>Total Revenue Deficiency (Excess)</b> | <b>3,630</b>   | <b>44,125</b>  | (40,495)           |
| 11   | Adjusted Test Year Revenue               | 243,952  | 247,154  | (3,202)            |
| 12   | <b>Revenue Requirement</b>               | <b>\$ 247,582</b>  | <b>\$ 291,279</b>  | <b>\$ (43,697)</b> |

**SOURCES:**

|  |   |
|--|---|
| Column b, line 1: JMR-2, Schedule 1, page 1, column d, line 37 | Column c, line 1: Exhibit__(BHC-1) Schedule 6A, page 2, line 43           |
| Column b, line 2: JMR-1, Schedule 2, page 1, column d, line 27 | Column c, line 2: Exhibit__(BCH-1) Schedule 6B, page 3, line 33           |
| Column b, line 3: Line 2 divided by line 1                     | Column c, line 3: Line 2 divided by line 1                                |
| Column b, line 4: BLC-1, line 3                                | Column c, line 4: Statement N, page 1 of 8, line 20, column Weighted Cost |
| Column b, line 5: Line 1 * line 4                              | Column c, line 5: Line 1 * line 4   |
| Column b, line 6: Line 5 less line 2                           | Column c, line 6: Line 5 less line 2                                      |
| Column b, line 7: Effective FIT rate / inverse + 1             | Column c, line 8: Line 6 * line 7   |
| Column b, line 8: Line 6 * line 7                              | Column c, line 10: Line 8 plus line 9                                     |
| Column b, line 9: Line 8 * 0.0015                              | Column c, line 11: Exhibit__(BCH-1) Schedule 6B, page 3, line 3           |
| Column b, line 10: Line 8 plus line 9                          | Column c, line 12: Line 10 plus line 11                                   |
| Column b, line 11: JMR-1, Schedule 2, page 1, column d, line 2 | Column d: Column b less column c  |
| Column b, line 12: Line 11 plus line 10                        |   |