

**NORTHERN STATES POWER COMPANY, MINNESOTA  
STATUTORY TAX RATE CALCULATION  
FORECASTED 2021 TAX RATE  
BASED UPON 2020 INCOME TAX RETURNS**

STATE	APPORTIONMENT FACTOR	STATE TAX RATE	APPORTIONED	NET FEDERAL RATE	STATE BENEFIT (COL D x COL E)	ROUNDING	STATUTORY RATE	
			TAX RATE (COL B x COL C)					FED RATE (COL E - COL F)
COLUMN A	COLUMN B	COLUMN C	COLUMN D	COLUMN E	COLUMN F	COLUMN G	COLUMN H	COLUMN I
<b><u>JURISDICTIONAL</u></b>								
GEORGIA	100.0000%	5.7500%	5.7500%	21.0000%	1.2075%	19.7925%	0.0000%	25.5425%
IOWA	100.0000%	12.0000%	12.0000%	21.0000%	2.5200%	18.4800%	0.0000%	30.4800%
MINNESOTA	100.0000%	9.8000%	9.8000%	21.0000%	2.0580%	18.9420%	0.0000%	28.7420%
NORTH DAKOTA	100.0000%	4.3100%	4.3100%	21.0000%	0.9051%	20.0949%	0.0000%	24.4049%
PENNSYLVANIA	100.0000%	9.9900%	9.9900%	21.0000%	2.0979%	18.9021%	0.0000%	28.8921%
SOUTH DAKOTA	100.0000%	0.0000%	0.0000%	21.0000%	0.0000%	21.0000%	0.0000%	21.0000%
WISCONSIN	100.0000%	7.9000%	7.9000%	21.0000%	1.6590%	19.3410%	0.0000%	27.2410%
TEXAS	100.0000%	0.7500%	0.7500%	21.0000%	0.1575%	20.8425%	0.0000%	21.5925%
<b><u>COMPOSITE</u></b>								
GEORGIA	0.0000%	5.7500%	0.0000%	21.0000%	0.0000%	0.0000%		0.0000%
IOWA	0.0000%	12.0000%	0.0000%	21.0000%	0.0000%	0.0000%		0.0000%
MINNESOTA	88.8330%	9.8000%	8.7056%	21.0000%	1.8282%	-1.8282%		6.8774%
NORTH DAKOTA	4.5414%	4.3100%	0.1957%	21.0000%	0.0411%	-0.0411%		0.1546%
PENNSYLVANIA	0.0000%	9.9900%	0.0000%	21.0000%	0.0000%	0.0000%		0.0000%
SOUTH DAKOTA	0.0000%	0.0000%	0.0000%	21.0000%	0.0000%	0.0000%		0.0000%
WISCONSIN	0.0000%	7.9000%	0.0000%	21.0000%	0.0000%	0.0000%		0.0000%
TEXAS	0.0000%	0.7500%	0.0000%	21.0000%	0.0000%	0.0000%		0.0000%
STATE SUBTOTAL	93.3744%		8.9013%	21.0000%	1.8693%	-1.8693%		7.0320%
FEDERAL	0.0000%	0.0000%	0.0000%	21.0000%	0.0000%	21.0000%		21.0000%
ROUNDING						0.0000%		0.0000%
TOTAL COMPOSITE RATE	93.3744%		8.9013%	21.0000%	1.8693%	19.1307%		28.0320%

<b>COMPOSITE TAX RATE RECAP</b>	
<b>GEORGIA</b>	<b>0.0000%</b>
<b>IOWA</b>	<b>0.0000%</b>
<b>MINNESOTA</b>	<b>8.7056%</b>
<b>NORTH DAKOTA</b>	<b>0.1957%</b>
<b>PENNSYLVANIA</b>	<b>0.0000%</b>
<b>WISCONSIN</b>	<b>0.0000%</b>
<b>TEXAS</b>	<b>0.0000%</b>
<b>FEDERAL</b>	<b>19.1307%</b>
<b>TOTAL</b>	<b>28.0320%</b>

NSPM routinely sells electricity into the state of Wisconsin. In 2020, NSPM had presence in Wisconsin due to Wisconsin payroll. Accordingly, NSPM's 2020 current tax rate is 0.0194% for the state of Wisconsin, 0.0153% net of federal. Because this payroll (i.e. nexus) is sporadic, the forecasted rates (e.g. deferred tax rates) will NOT include a Wisconsin component. However, NSPM's rate will be monitored annually and as changes in business occur. In 2020 NSPM had sales into the state of Pennsylvania. However, these sales contracts ceased in 2021 and will not continue so the forecasted rates (e.g. deferred tax rates) will NOT include a Pennsylvania component. Accordingly, NSPM's 2020 current tax rate is 0.0823% for the state of Pennsylvania, 0.065% net of federal. Although contracts are completed, activity will be monitored annually.