

Line	Description	Settlement	NWE Proposed	Difference
		South Dakota - Electric Adjusted Test Year	South Dakota - Electric Adjusted Test Year	
	(a)	(b)	(c)	(d)
1	Average Rate Base	\$ 791,809,021	\$ 787,278,751	\$ 4,530,270
2	Operating Income with Present Rates	36,946,767	35,007,220	1,939,547
3	Earned Rate of Return	4.666%	4.447%	
4	Allowable Rate of Return	6.81%	7.54%	
5	Required Operating Income	53,922,194	59,360,818	(5,438,624)
6	Income Deficiency (Excess)	16,975,427	24,353,598	(7,378,171)
7	Gross Revenue Conversion Factor	1.26582	1.26582	
8	Revenue Deficiency (Excess)	21,487,882	30,827,339	(9,339,457)
9	Gross Receipts Tax (at 0.0015)	32,232	46,310	(14,078)
10	<b>Total Revenue Deficiency (Excess)</b>	<b>21,520,114</b>	<b>30,873,649</b>	<b>(9,353,535)</b>
11	Revenue with Present Rates	180,786,102	180,786,102	-
12	<b>Revenue Requirement</b>	<b>\$ 202,306,216</b>	<b>\$ 211,659,751</b>	<b>\$ (9,353,535)</b>

**SOURCES:**

Column b, line 1: PJS-2, Schedule 1, page 1, column d, line 31	Column c, line 1: Statement M, column e, line 21
Column b, line 2: PJS-1, Schedule 2, page 1, column d, line 29	Column c, line 2: Statement M, column e, line 19
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, Schedule 1, column d, line 3	Column c, line 4: Statement M, column g, line 23
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 7: Effective FIT Rate / Inverse + 1
Column b, line 8: Line 6 * line 7	Column c, line 8: line 6 * line 7
Column b, line 9: Line 8 * 0.0014	Column c, line 9: Statement M, column f, line 13
Column b, line 10: Line 8 plus line 9	Column c, line 10: Line 8 plus line 9
Column b, line 11: PJS-1, Schedule 2, page 1, column d, line 1	Column c, line 11: Statement M, column e, line 2
Column b, line 12: Line 11 plus line 10	Column c, line 12: Line 11 plus line 10