

| Line No. | Description                                     | South Dakota Per Books | Total Staff Adjustments | Adjusted Test Year | Revenue Adjustment | Adjusted Test Year with Revenue Adjustment |
|----------|-------------------------------------------------|------------------------|-------------------------|--------------------|--------------------|--------------------------------------------|
|          | (a)                                             | (b)                    | (c)                     | (d)                | (e)                | (f)                                        |
| 1        | OPERATING REVENUES:                             |                        |                         |                    |                    |                                            |
| 2        | Retail Revenue                                  | \$ 269,543             | \$ 18,986               | \$ 288,529         | \$ 25,601          | \$ 314,130                                 |
| 3        | Other Electric Operating Revenue                | 50,091                 | 4,990                   | 55,081             |                    | 55,081                                     |
| 4        | <b>TOTAL OPERATING REVENUES</b>                 | <b>319,634</b>         | <b>23,977</b>           | <b>343,611</b>     | <b>25,601</b>      | <b>369,212</b>                             |
| 5        | OPERATING EXPENSES:                             |                        |                         |                    |                    |                                            |
| 6        | Operation and Maintenance:                      |                        |                         |                    |                    |                                            |
| 7        | Fuel & Purchased Energy                         | 78,168                 | (2,240)                 | 75,928             |                    | 75,928                                     |
| 8        | Power Production Expense                        | 50,165                 | 1,539                   | 51,704             |                    | 51,704                                     |
| 9        | Transmission Expense                            | 29,074                 | (7,857)                 | 21,217             |                    | 21,217                                     |
| 10       | Distribution Expense                            | 7,085                  | 331                     | 7,416              |                    | 7,416                                      |
| 11       | Customer Accounting Expense                     | 4,036                  | 24                      | 4,060              |                    | 4,060                                      |
| 12       | Customer Service and Information Expense        | 1,289                  | (1,097)                 | 192                |                    | 192                                        |
| 13       | Sales, Econ Dvlp & Other Expenses               | 63                     | 34                      | 97                 |                    | 97                                         |
| 14       | Administration and General Expense              | 20,425                 | 321                     | 20,746             |                    | 20,746                                     |
| 15       | Other                                           | -                      | -                       | -                  |                    | -                                          |
| 16       | Total Operation and Maintenance                 | 190,305                | (8,944)                 | 181,361            | -                  | 181,361                                    |
| 17       | Depreciation and Amortization                   | 69,705                 | 8,147                   | 77,852             |                    | 77,852                                     |
| 18       | Taxes:                                          |                        |                         |                    |                    |                                            |
| 19       | Property Taxes                                  | 11,055                 | 2,021                   | 13,076             |                    | 13,076                                     |
| 20       | Deferred Income Taxes and Investment Tax Credit | (23,199)               | 1,653                   | (21,546)           |                    | (21,546)                                   |
| 21       | South Dakota Gross Receipts Tax                 | -                      | -                       | -                  | 38                 | 38                                         |
| 22       | Payroll & Other Taxes                           | 2,124                  | (2)                     | 2,122              |                    | 2,122                                      |
| 23       | Federal Income Taxes                            | (2,154)                | 28,441                  | 26,287             | 5,368              | 31,655                                     |
| 24       | Other Taxes                                     | -                      | -                       | -                  |                    | -                                          |
| 25       | Total Taxes                                     | (12,174)               | 32,113                  | 19,939             | 5,406              | 25,345                                     |
| 26       | <b>TOTAL OPERATING EXPENSES</b>                 | <b>247,836</b>         | <b>31,317</b>           | <b>279,153</b>     | <b>5,406</b>       | <b>284,559</b>                             |
| 27       | <b>OPERATING INCOME</b>                         | <b>\$ 71,798</b>       | <b>\$ (7,340)</b>       | <b>\$ 64,458</b>   | <b>\$ 20,195</b>   | <b>\$ 84,653</b>                           |
| 28       | Rate Base                                       | 1,059,039              |                         | \$ 1,207,585       |                    | \$ 1,207,585                               |
| 29       | Earned Rate of Return                           | 6.78%                  |                         | 5.34%              |                    | 7.01%                                      |
| 30       | Staff Proposed Rate of Return                   |                        |                         | 7.01%              |                    | 7.01%                                      |

**SOURCES:**

Line 4: Sum of lines 2 through 3  
Line 16: Sum of lines 7 through 15  
Line 25: Sum of lines 19 through 24  
Line 26: Sum of lines 16, 17 and 25  
Line 27: Line 4 less line 26  
Line 28: EJP-2, Schedule 1, column d, line 33  
Line 29: Line 27 / line 28  
Line 30: BLC-1, Column d, line 3

Column b: EJP-1, Schedule 3, column b  
Column c: EJP-1, Schedule 3, column ay  
Column d: Column b plus column c  
Column e, line 2: EJP-1, Schedule 1, column b, line 10  
Column e, line 21: EJP-1, Schedule 1, column b, line 9  
Column e, line 23: EJP-1, Schedule 1, column b, line 8 less  
EJP-1, Schedule 1, column b, line 6  
Column f: Column d plus column e