

Summary of Revenue Requirement Issues

	Change in Revenue Deficiency	Revenue Deficiency
		<u>\$</u>
BHP Proposed Revenue Deficiency		\$ 50,553,697
Adjustments to BHP Proposed Revenue Deficiency:		
Purchased Power & Fuel Expense (H-2)	-	
Intercompany Allocated Charges from BHSC Expense (H-4)	(6,628,287)	
Annualization of Direct Employee Expense (H-5)	(460,597)	
Out of Period/Non-Recurring Adjustments (H-6)	-	
Advertising Expense (H-7)	(3,975)	
Dues & Contributions Expense (H-8)	(7,941)	
Bad Debt Expense (H-9)	121,402	
Pension & Retiree Healthcare Expsne (H-10)	-	
Rate Case Expense (H-11)	(186,015)	
Fleet Depreciation Expense (H-12)	(31,368)	
Regulatory Commission Expense (H-13)	(79,343)	
FERC Fees Expense (H-14)	-	
Steam Generation O&M (H-15)	758,626	
Wind Generation O&M (H-16)	(105,233)	
Other Generation O&M (H-17)	455,535	
Generation Major Maintenance Expense (H-18)	(3,201,425)	
Gillette Energy Complex Shared Facilities (H-19, I-12)	125,920	
Gillette Energy Complex Common Alloc. (H-20)	164,684	
Spare Turbine Removal (H-21, I-10)	(985,973)	
Generation Dispatch Power Marketing (H-22)	(103,399)	
Vegetation Management Expense (H-23)	(206,227)	
Demand Side Management Expense (H-24)	(491,546)	
Economic Development Expense (H-25)	(40,447)	
Third Party Line Locator Expense (H-26)	(288,223)	
Customer Education Expense (H-27)	(122,887)	
DC Tie Removal/CUS Removal	940,886	
Unbilled & Other Revenue Adjustment (I-1)	-	
ECA Revenue Adjustment (I-2)	-	
Renewable Ready (I-3, I-13)	(746,909)	
Contract Revenue Adjustment (I-4)	-	
Demand Revenue Adjustment (I-5)	-	
Synchronization Billing Determinants (I-7)	-	
Weather Normalization (I-8)	-	
Incremental Growth (I-9)	697,457	
BHP Shared Facilities (I-11)	327,766	
Depreciation Expense (J)	(3,371,496)	
Interest Sync	94,981	
Tax Adjustments	356,483	
Taxes Other Than Income (L)	(413,391)	
Allocation Per Book Op Inc	-	
Miscellaneous Other Power Generation Exp	(79,797)	
Late Payment Revenues	290,116	
Severance Expense	(175,687)	
[Begin Confidential]		
	[End Confidential]	
HP Childcare Removal	(7,725)	
Home Serve	(63,945)	
Pro Forma Plant Additions	(1,759,329)	
Pro Forma Plant Retirements	(319,814)	
Existing Assets Accumulated Depreciation	-	
Other Working Capital	102,745	
Cash Working Capital	(285,298)	
Other Rate Base Items	1,158,642	
Change in Allocations Per Book Rate Base	-	
Rate of Return (ROE/Capital Structure/Debt Costs)	(6,091,637)	
South Dakota Gross Receipts Tax	43,150	
Change in Allocation Factors	(1,456,147)	
Total Revenue Deficiency Change from Company Filed Case		\$ (23,199,925)
Settlement Revenue Deficiency		\$ 27,353,777