

Line	Description	Settlement South Dakota Electric Adjusted Test Year	BHP Proposed South Dakota Electric Adjusted Test Year	Difference
	(a)	(b)	(c)	(d)
1	Average Rate Base	809,536,528	\$ 829,722,994	\$ (20,186,466)
2	Adjusted Test Year Operating Income	<u>\$ 39,785,754</u>	<u>27,767,975</u>	12,017,779
3	Earned Rate of Return	4.91%	3.35%	
4	Recommended Rate of Return	7.58%	8.16%	
5	Required Operating Income	61,362,869	67,705,396	(6,342,527)
6	Income Deficiency (Excess)	21,577,115	39,937,421	(18,360,306)
7	Gross Revenue Conversion Factor	<u>1.265822785</u>	<u>1.265822785</u>	
8	Revenue Deficiency (Excess)	27,312,804	50,553,697	(23,240,893)
9	Gross Receipts Tax (at 0.0015)	40,969		40,969
10	Total Revenue Deficiency (Excess)	<u>27,353,773</u>	<u>50,553,697</u>	(23,199,924)
11	Adjusted Test Year Revenue	\$ 162,149,471	161,013,779	1,135,692
12	Revenue Requirement	\$ 189,503,245	\$ 211,567,476	(22,064,231)

SOURCES:

Column b, line 1: BAM-2, schedule 1, page 1, column d, line 40
Column b, line 2: BAM-1, schedule 2, page 1, column d, line 28
Column b, line 3: Line 2 divided by line 1
Column b, line 4: BLC-1 Sch 1
Column b, line 5: Line 1 * line 4
Column b, line 6: Line 5 less line 2
Column b, line 7: Effective FIT rate / inverse + 1
Column b, line 8: Line 6 * line 7
Column b, line 9: Column b, line 8 * 0.0015
Column b, line 10: Column b, line 8 plus line 9
Column b, line 11: BAM-1, schedule 2, page 1, column d, line 4
Column b, line 12: Line 10 plus line 11

Column c: Statement M, page 2
Column d: Column b less column c