

COVID-19 Related Incremental Expenses and Offsets as of March 31, 2021

Incremental Costs	Actual Expense	Baseline Amount	Regulatory Asset/ (Liability)	Short Description and Methodology Used
Uncollectible Accounts Expenses	\$1,592,757	\$611,254	\$981,503	Actual bad debt compared with 2013 Test Year in Docket No. EL-14-058 ¹
Non-Labor: Materials	63,529	0	63,529	Purchases in support of sequester in place, personal protection equipment and other costs related to operational pandemic response; tracked via Internal Orders (I/O)
Non-Labor: Outside Services	47,191	0	47,191	Additional labor to help with extra cleaning, facility changes and pandemic driven personnel issues, cancellation fees for projects unable to be performed due to pandemic; tracked via I/O
Non-Labor: Business Systems (I/T) Costs	21,954	0	21,954	Additional costs to support work from home, including expanded conference line capacity, increased network bandwidth, webcams, headsets, and other tools; tracked via I/O
Non-Labor: Employee Expenses	43,801	0	43,801	Personal protection equipment, mileage reimbursement, vehicle rental, hotel, meals and other costs to facilitate social distancing; tracked via I/O
Non-Labor: Rents	3,197	0	3,197	Equipment rental in support of sequester in place; tracked via I/O
Interchange Agreement (I/A) from NSPW	3,048	0	3,048	Incremental costs incurred by NSPW in support of pandemic response for production and transmission functions multiplied by I/A demand allocator, ² tracked via I/O
Non-Labor: Other/Miscellaneous	11,231	0	11,231	Additional postage, and office personnel safety equipment and cleaning supplies related to pandemic response; tracked via I/O
Total Incremental Costs			\$1,175,454	

Reduced Costs	Actual Expense	Baseline Amount	Regulatory Asset/ (Liability)	Short Description and Methodology Used
Non-Labor: Employee Expenses	\$454,565	\$1,147,960	(\$693,395)	Employee expenses, primarily travel-related expenses such as airfare, mileage, hotels, conferences and seminars, and parking; measured as actual costs compared with 2013 Test Year in Docket No. EL-14-058

¹ Details of Actual Expense and Baseline Amount is shown below.

	Annual Baseline	Baseline (Prorated Mar 13-Dec 31, 2020)	Baseline (Prorated Jan 1-Mar 31, 2021)	Total Presented in Above Table
Baseline	\$584,836	\$475,136	\$136,118	\$611,254
	Actual 2020 (SD Electric)	Actual 2020 (SD Electric) (Mar 13-Dec 31, 2020)	Actual 2021 (SD Electric) (Jan 1-Mar 31, 2021)	Total Presented in Above Table
Uncollectible Accounts Expenses	\$1,461,531	\$1,216,541	\$376,216	\$1,592,757

² Through March 31, 2021, NSPM has billed NSPW approximately \$237,000 of incremental costs incurred in support of the pandemic response for the production and transmission functions. Amounts above for materials, outside services, employee expenses, rents, and other/miscellaneous are net of the NSPM Interchange Agreement billings to NSPW.