

MidAmerican Energy Company  
 Docket No. NG-14-XXX  
 South Dakota Operating Income Statement  
 Pro Forma Adjustment - Interest Synchronization  
 Test Year Ending December 31, 2013

Line	Description (a)	South Dakota Gas (b)	Reference (c)
1.	OPERATING EXPENSE		
2.	Rate Base	\$82,963,000	From Exhibit MJA 1.1, Sch 1, Col (d), Ln 20
3.	Weighted Cost of Debt	2.161%	From Exhibit RRT 1.1, Sch 25, Pg 1, Col (e), Ln 1
4.	Pro Forma Interest	\$ 1,792,673	Line 2 times Line 3
5.	Interest in jurisdictional tax calculation	\$ 1,836,027	WP RRT 4 Page 2 line 9
6.	Pre-tax impact of book interest synch	\$ (254,000)	WP RRT 4 Page 2 line 16 divided by -35%
7.	Book interest	\$ 1,582,027	
8.	Difference	<u>\$ 210,646</u>	Line 4 minus Line 7
9.	Federal tax difference	\$ (73,726)	Line 7 times 35% * -1
10.	<b>Pro Forma Adjustment</b>		
11.	Federal Income Taxes (35%)	<span style="border: 1px solid black; padding: 2px;">\$ (73,726)</span>	Line 9  To Exhibit RRT 1.1 Sch. 4

MidAmerican Energy Company  
 Docket No. NG-14-  
 South Dakota Gas Operating Income Statement  
 Jurisdictional Income Taxes  
 Test Year Ended December 31, 2013

Line	Description (1)	SD Jurisdictional
1	Revenues	\$0
2	Operation Expense	-
3	Maintenance Expense	-
4	Depreciation	-
5	Amortization	-
6	Amortization of Acquisition Adj.	-
7	Taxes other than income	-
8	Pre tax, pre interest net income	7,249,359
9	Interest Expense	1,836,027
10	Pre Tax Book Income	5,413,332
11	Schedule "M" Items	(5,889,310)
12	Federal Taxable Income	(\$475,978)
13	Adjustment - bonus Depreciation	
14	State Taxable Income	(\$475,978)
15	Federal Current	(\$166,592)
16	Interest sync	\$88,900
17	State Current	\$0
18	interest sync	\$0
19	Federal Deferred Taxes	2,229,013
20	State Deferred Taxes	0
21	Subtotal	2,151,321
22	<b>Book-to-Tax</b>	
23	Federal Current	(145,506)
24	State Current	0
25	Federal Deferred	51,724
26	State Deferred	0
27	Net ITC	(1,692)
28	Total	\$2,055,847
29		
30	<b>SUMMARY</b>	
31	Net ITC	(1,692)
32	Federal Current	(\$223,198)
33	State Current	\$0
34	Deferred Fed	2,280,737
35	Deferred State	0
36	Total	\$2,055,847

Source: Company Books and Records