

Line	Description	Amount
	(a)	(b)
1	Investment To Be Financed (Average Rate Base)	\$ 73,860,498
2	Weighted Cost of Debt	<u>2.24%</u>
3	Synchronized Interest Expense	1,655,214
4	Interest Expense as filed	<u>1,485,824</u>
5	Difference In Interest Expense	169,390
6	Federal Income Tax Adjustment (21%)	\$ (35,572)

SOURCES:

Column b, line 1: PJS-2 Sch 1, column d, line 29
Column b, line 2: BLC-1 Sch 1, line 1
Column b, line 3: line 1 * line 2
Column b, line 4: Statement K, page 9
Column b, line 5: line 3 less line 4
Column b, line 6: - line 5 * 21%