

Transmission Cost Recovery Rider  
TCR Tracker Account Calculation - 2011-2012

	Jan-11	Feb-11	Mar-11	Apr-11	May-11	Jun-11	Jul-11	Aug-11	Sep-11	Oct-11	Nov-11	Dec-11	Annual
<b>CAPX2020 - Bemidji</b>													
<b>Rate Base</b>													
Plus CWIP Ending Balance	6,703,711	5,575,335	6,544,945	8,440,702	7,738,279	8,087,884	9,505,314	11,496,488	12,084,644	13,179,534	15,153,352	18,670,295	18,670,295
Plus Plant In-Service	0	0	0	0	0	0	0	0	0	0	0	0	0
Less Book Depreciation Reserve	0	0	0	0	0	0	0	0	0	0	0	0	0
Less Accum Deferred Taxes	(56,176)	(66,525)	(77,141)	(89,090)	(104,431)	(120,145)	(137,668)	(157,609)	(180,282)	(203,563)	(223,182)	(251,598)	(251,598)
End Of Month Rate Base	6,759,887	5,641,860	6,622,086	8,529,791	7,842,710	8,208,028	9,642,982	11,654,097	12,264,926	13,383,097	15,376,534	18,921,893	18,921,893
<b>Average Rate Base (BOM/EOM)</b>	<b>5,930,839</b>	<b>6,200,873</b>	<b>6,131,973</b>	<b>7,575,939</b>	<b>8,186,251</b>	<b>8,025,369</b>	<b>8,925,505</b>	<b>10,648,540</b>	<b>11,959,512</b>	<b>12,824,012</b>	<b>14,379,816</b>	<b>17,149,213</b>	<b>9,828,153</b>
<b>Calculation of Return</b>													
Plus Debt Return	14,877	15,554	15,381	19,003	20,534	20,130	22,388	26,710	29,998	32,167	36,069	43,016	295,827
Plus Equity Return	23,328	24,390	24,119	29,799	32,199	31,566	35,107	41,884	47,041	50,441	56,561	67,454	463,889
<b>Total Return</b>	<b>38,204</b>	<b>39,944</b>	<b>39,500</b>	<b>48,802</b>	<b>52,733</b>	<b>51,697</b>	<b>57,495</b>	<b>68,594</b>	<b>77,039</b>	<b>82,608</b>	<b>92,630</b>	<b>110,470</b>	<b>759,716</b>
<b>Income Statement Items</b>													
Plus Operating Expense	0	0	0	0	0	0	0	0	0	0	0	0	0
Plus Accrued Costs / Benefits	0	0	0	0	0	0	0	0	0	0	0	0	0
Plus Avoided Property Taxes	0	0	0	0	0	0	0	0	0	0	0	0	0
Plus Property Taxes	0	0	0	0	0	0	0	0	0	0	0	0	0
Plus Book Depreciation	0	0	0	0	0	0	0	0	0	0	0	0	0
Plus Deferred Taxes	(8,957)	(10,349)	(10,616)	(11,948)	(15,342)	(15,714)	(17,523)	(19,942)	(22,673)	(23,281)	(19,618)	(28,416)	(204,379)
Plus Gross Up for Income Tax	19,565	21,226	21,289	25,389	29,335	29,285	32,606	38,147	43,060	45,367	45,797	58,542	409,609
Less AFUDC	0	0	0	0	0	0	0	0	0	0	0	0	0
Less AFUDC Gross Up for Income Tax	0	0	0	0	0	0	0	0	0	0	0	0	0
Less RECB Credit to retail customers	0	0	0	0	0	0	0	0	0	0	0	0	0
Less Wind Production Tax Credit	0	0	0	0	0	0	0	0	0	0	0	0	0
Less Wind PTC Gross up for Income Tax (Fed only)	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total Income Statement Expense</b>	<b>10,609</b>	<b>10,877</b>	<b>10,673</b>	<b>13,441</b>	<b>13,993</b>	<b>13,572</b>	<b>15,084</b>	<b>18,206</b>	<b>20,387</b>	<b>22,085</b>	<b>26,179</b>	<b>30,126</b>	<b>205,230</b>
<b>Total Revenue Requirements</b>	<b>48,813</b>	<b>50,821</b>	<b>50,173</b>	<b>62,242</b>	<b>66,727</b>	<b>65,268</b>	<b>72,579</b>	<b>86,800</b>	<b>97,426</b>	<b>104,693</b>	<b>118,809</b>	<b>140,596</b>	<b>964,946</b>
<b>Total Revenue Requirements RECB Cost Allocation</b>	<b>20,389</b>	<b>21,228</b>	<b>20,957</b>	<b>25,999</b>	<b>27,872</b>	<b>27,263</b>	<b>30,316</b>	<b>36,256</b>	<b>40,695</b>	<b>43,730</b>	<b>49,626</b>	<b>58,727</b>	<b>403,058</b>
<b>SD Jurisdictional Revenue Requirement</b>	<b>2,361</b>	<b>2,458</b>	<b>2,427</b>	<b>3,010</b>	<b>3,227</b>	<b>3,157</b>	<b>3,510</b>	<b>4,198</b>	<b>4,712</b>	<b>5,063</b>	<b>5,746</b>	<b>6,800</b>	<b>46,668</b>

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	Jan-12	Feb-12	Mar-12	Apr-12	May-12	Jun-12	Jul-12	Aug-12	Sep-12	Oct-12	Nov-12	Dec-12	Annual
<b>CAPX2020 - Bemidji</b>													
<b>Rate Base</b>													
Plus CWIP Ending Balance	18,512,193	20,857,178	22,940,315	24,860,783	26,409,664	27,495,080	28,841,730	29,739,503	30,008,543	30,206,935	30,369,689	386,109	386,109
Plus Plant In-Service	1,504,511	1,543,291	1,809,298	1,946,051	1,876,116	1,764,867	1,686,079	1,681,066	1,685,024	1,688,982	1,692,940	32,045,015	32,045,015
Less Book Depreciation Reserve	0	0	0	0	0	0	0	0	0	0	0	33,613	33,613
Less Accum Deferred Taxes	(285,886)	(324,154)	(367,247)	(414,395)	(465,104)	(518,587)	(574,663)	(633,163)	(693,062)	(753,693)	(814,958)	(193,962)	(193,962)
End Of Month Rate Base	20,302,589	22,724,622	25,116,859	27,221,228	28,750,885	29,778,533	31,102,471	32,053,731	32,386,628	32,649,609	32,877,586	32,591,473	32,591,473
<b>Average Rate Base (BOM/EOM)</b>	<b>19,612,241</b>	<b>21,513,606</b>	<b>23,920,740</b>	<b>26,169,043</b>	<b>27,986,055</b>	<b>29,264,708</b>	<b>30,440,502</b>	<b>31,578,101</b>	<b>32,220,179</b>	<b>32,518,118</b>	<b>32,763,598</b>	<b>32,734,530</b>	<b>28,393,452</b>
<b>Calculation of Return</b>													
Plus Debt Return	49,194	53,963	60,001	65,641	70,198	73,406	76,355	79,208	80,819	81,566	82,182	82,109	854,643
Plus Equity Return	77,141	84,620	94,088	102,932	110,078	115,108	119,733	124,207	126,733	127,905	128,870	128,756	1,340,171
<b>Total Return</b>	<b>126,336</b>	<b>138,583</b>	<b>154,089</b>	<b>168,572</b>	<b>180,277</b>	<b>188,513</b>	<b>196,088</b>	<b>203,416</b>	<b>207,552</b>	<b>209,471</b>	<b>211,052</b>	<b>210,865</b>	<b>2,194,814</b>
<b>Income Statement Items</b>													
Plus Operating Expense	0	0	0	0	0	0	0	0	0	0	0	0	0
Plus Accrued Costs / Benefits	0	0	0	0	0	0	0	0	0	0	0	0	0
Plus Avoided Property Taxes	0	0	0	0	0	0	0	0	0	0	0	0	0
Plus Property Taxes	0	0	0	0	0	0	0	0	0	0	0	0	0
Plus Book Depreciation	0	0	0	0	0	0	0	0	0	0	0	33,613	33,613
Plus Deferred Taxes	(34,288)	(38,268)	(43,093)	(47,148)	(50,709)	(53,485)	(56,076)	(58,500)	(59,899)	(60,631)	(61,265)	620,996	57,635
Plus Gross Up for Income Tax	68,364	75,505	84,377	92,312	98,946	103,825	108,344	112,650	115,104	116,308	117,324	(416,372)	676,687
Less AFUDC	0	0	0	0	0	0	0	0	0	0	0	0	0
Less AFUDC Gross Up for Income Tax	0	0	0	0	0	0	0	0	0	0	0	0	0
Less RECB Credit to retail customers	0	0	0	0	0	0	0	0	0	0	0	0	0
Less Wind Production Tax Credit	0	0	0	0	0	0	0	0	0	0	0	0	0
Less Wind PTC Gross up for Income Tax (Fed only)	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total Income Statement Expense</b>	<b>34,076</b>	<b>37,237</b>	<b>41,285</b>	<b>45,164</b>	<b>48,237</b>	<b>50,342</b>	<b>52,268</b>	<b>54,150</b>	<b>55,205</b>	<b>55,677</b>	<b>56,059</b>	<b>238,237</b>	<b>767,936</b>
<b>Total Revenue Requirements</b>	<b>160,411</b>	<b>175,820</b>	<b>195,374</b>	<b>213,736</b>	<b>228,514</b>	<b>238,855</b>	<b>248,356</b>	<b>257,565</b>	<b>262,757</b>	<b>265,148</b>	<b>267,111</b>	<b>449,102</b>	<b>2,962,750</b>
<b>Total Revenue Requirements RECB Cost Allocation</b>	<b>67,661</b>	<b>74,161</b>	<b>82,409</b>	<b>90,154</b>	<b>96,387</b>	<b>100,749</b>	<b>104,756</b>	<b>108,641</b>	<b>110,831</b>	<b>111,839</b>	<b>112,667</b>	<b>189,431</b>	<b>1,249,688</b>
<b>SD Jurisdictional Revenue Requirement</b>	<b>7,680</b>	<b>8,418</b>	<b>9,354</b>	<b>10,233</b>	<b>10,941</b>	<b>11,436</b>	<b>11,891</b>	<b>12,332</b>	<b>12,580</b>	<b>12,695</b>	<b>12,789</b>	<b>21,502</b>	<b>141,849</b>