

<u>Line</u>	<u>Description</u>	<u>South Dakota Amount</u>
	(a)	(b)
1	<b>Rate Base</b>	
2	Production Plant in Service	\$ 388,007
3	Depreciation Reserve	28,931
4	Accumulated Deferred Income Taxes	63,421
5	<b>Total Rate Base</b>	<b>\$ 295,655</b>
6	<b>Operating Income</b>	
7	Other Operating Revenues	
8	Interchange Revenues	\$ 7,314
9	Total Other Operating Revenues	\$ 7,314
10	Operating Expenses	
11	Depreciation Expense	19,729
12	Deferred Income Taxes	6,530
13	Federal Income Taxes	(11,302)
14	Total Operating Expenses	14,957
15	<b>Operating Income</b>	<b>\$ (7,643)</b>
16	<u>Calculation of Federal Income Taxes:</u>	
17	Operating Revenues	\$ 7,314
18	Property Taxes	-
19	Avoided Tax Interest	(5,610)
20	Tax Depreciation & Removal Expense	33,995
21	Federal Income Taxes	\$ (11,302)

**Sources:**

Column b, lines 2-4, 11, 12, 18, 19, & 20: DR 5-11 Supplemental, Attachment M, PF-30 tab, column E + column F  
Column b, line 5: line 2 - line 3 - line 4  
Column b, line 8: Email from Deb Paulson on 4/8/15  
Column b, line 9: line 8  
Column b, line 13: line 21  
Column b, line 14: sum of lines 11-13  
Column b, line 15: line 9 less line 14  
Column b, line 17: line 9  
Column b, line 21: (line 17 - line 18 + line 19 - line 20) \* 35%