

## 2013 Capitalization Structure - South Dakota

### Northern States Power Company (South Dakota)

Northern States Power Company (South Dakota)	NSPSD Electric ROE	10.25%
Regulated Gas and Electric Utility - State of South Dakota	NSPSD Gas ROE	0.00%

RATE OF RETURN COST OF CAPITAL SCHEDULES  
SUMMARY SCHEDULES  
(\$000's)

<u>2013 Capitalization Structure:</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Cost of</u>	<u>Before</u>	<u>After Tax</u>	<u>Revenue</u>
	<u>(A)</u>	<u>Capitalization</u>	<u>Capital</u>	<u>Weighted Cost</u>	<u>Weighted Cost</u>	<u>Requirements</u>
		<u>(B)</u>	<u>(C)</u>	<u>of Capital</u>	<u>of Capital</u>	<u>(F)</u>
				<u>(D)</u>	<u>(E)</u>	
<b><u>Electric Utility Capital Structure</u></b>						
Long-Term Debt (13 Month Average)	\$3,646,911	46.1400%	5.0352%	<u>2.3200%</u>	<u>1.5080%</u>	<u>2.3200%</u>
Direct Borrowings Under Multi-Year Credit Facility	\$0	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
Short-Term Debt	\$0	<u>0.0000%</u>	0.0000%	<u>0.0000%</u>	<u>0.0000%</u>	<u>0.0000%</u>
Total Short-Term Debt	<u>\$0</u>	0.0000%		0.0000%	0.0000%	0.0000%
Long-Term and Short-Term Debt	<u>\$3,646,911</u>	<u>46.1400%</u>		<u>2.3200%</u>	<u>1.5080%</u>	<u>2.3200%</u>
Preferred Stock	\$0	0.0000%	0.0000%	0.0000%	0.0000%	0.0000%
Net Common Equity	<u>\$4,257,356</u>	<u>53.8600%</u>	10.2500%	<u>5.5200%</u>	<u>5.5200%</u>	<u>8.4900%</u>
Total Equity	<u>\$4,257,356</u>	<u>53.8600%</u>		<u>5.5200%</u>	<u>5.5200%</u>	<u>8.4900%</u>
Total Capitalization	<u>\$7,904,267</u>	<u>100.0000%</u>		<u>7.8400%</u>	<u>7.0280%</u>	<u>10.8100%</u>
Income Tax Rate	35.00%					

All are average balances;  
Short term debt is not included  
Long term debt based on 13 month averages,  
Common equity based on 13 month averages.

Long Term Debt Adjustments:  
None

Common Equity Adjustments:  
Includes Non-Regulated UP&L Subsidiary Adjustment.