Federal ADIT Proration
Preserve True-Up Period

Line No.	A	B	C	D
1		Tax Conversion Factor	1.2658	(1/(1-21%)
2		Gross Up of Equity %	6.71%	(C1 * C9)
3		Equity Return %	5.30%	(F17)
4		Gross Up Factor	1.41%	(F10-F11)
5				
6			**Annual**	**Monthly**
7		Debt Return %	2.48%	0.21%
8		Preferred Equity %	0.00%	0.00%
9		Equity Return %	5.30%	0.44%
10		Rate of Return	7.78%	0.65%
11		Tax RR on Equity Return	1.41%	0.12%
12		Rate Base Rev Req Gross Up Factor	9.19%	0.77%
13	Monthly Gross Up Factor (D11) Multiplied by SD D2 Factor (9.187%)			0.07%

Line No.		March 2018 - February 2019 Recovery Period		
16	Month	**All Projects' Projected ADIT with Proration**	**All Projects' Revenue Requirements with ADIT-Prorate**	**Difference due to Federal ADIT Proration (B - A)**
17	Feb-18	($45,937,757)	($45,987,345)	($49,588)
18	Mar-18	($46,016,427)	($46,063,870)	
19	Apr-18	($46,087,989)	($46,133,595)	
20	May-18	($46,152,225)	($46,196,220)	
21	Jun-18	($46,209,427)	($46,251,976)	
22	Jul-18	($46,259,363)	($46,300,649)	
23	Aug-18	($46,302,030)	($46,342,236)	
24	Sep-18	($46,337,664)	($46,376,967)	
25	Oct-18	($46,366,031)	($46,404,623)	
26	Nov-18	($46,387,365)	($46,425,413)	
27	Dec-18	($46,401,431)	($46,439,120)	
28	Jan-19	($46,407,389)	($46,444,655)	
29	Feb-19	($46,407,593)	($46,444,846)	($37,253)
30	ADIT Simple Average	($46,172,675)	($46,216,095)	($43,420)
31				
32		Rate Base Rev Req Gross Up Factor	9.19%	
33		Total Company Revenue Requirement $	(3,991)	
34				
35	**SD Revenue Requirement Related to Federal ADIT Proration-Preservation $**			**(392)**