2 R Removal - Interim

TCR - Total	B Total Company Inputs		Rider Rev		= (B) - C
Rate Base	**BOY**	**EOY**	**BOY**	**EOY**	**Rider Removal Entry**
CWIP	(66,925)	(0)	0	0	33,463
Plant In Service	(487,489,456)	(486,873,896)	0	0	487,181,676
Depreciation Reserve	(22,805,970)	(31,988,207)	0	0	27,397,088
Accumulated Deferred Income Tax	(90,309,676)	(94,504,918)	0	0	92,407,297
Total Transmission Rate Base	(374,440,736)	(360,380,771)	0	0	367,410,753
	Average	(367,410,753)	**Average**	0	
Income Statement	**Total Company Inputs**		**Rider Rev**		
Rider Revenues (Retail Revenues)	0		(57,601,624)		57,601,624
RECB Revenue (Other Revenues)	0		0		0
RECB Expense	0		0		0
OATT Revenue Credit (Other Revenues)	0		0		0
Operating & Maintenance	0		0		0
Book Depreciation Expense	(9,182,238)		0		9,182,238
Deferred Income Tax Expense	(4,195,242)		0		4,195,242
Property Tax Expense	(8,355,997)		0		8,355,997
AFUDC (Debt & Equity)	0		0		0
Income Tax Statement					
Tax Depreciation Expense	(19,428,726)		0		19,428,726
Avoided Tax Interest	0		0		0
Removal (MERP Only)	0		0		0
Production Tax Credit (Wind)	0		0		0
Amortizations					
Over/Under from prior year	0		0		0
Over/Under from current year	0		0		0
Other Amortization	0		0		0
Total Amortization	0		0		0
Return					
Debt Return	(8,303,483)		0		8,303,483
Equity Return	(19,289,065)		0		19,289,065
Total Return	(27,592,548)		0		27,592,548
Expenses					
Operating & Maintenance	0		0		0
Book Depreciation Expense	(9,182,238)		0		9,182,238
Deferred Income Tax Expense	(4,195,242)		0		4,195,242
Property Tax Expense	(8,355,997)		0		8,355,997
Amortization	0		0		0
Total Expense	(21,733,477)		0		21,733,477
Income Tax					
Equity Return	(19,289,065)		0		19,289,065
Book Depreciation	(9,182,238)		0		9,182,238
Deferred Taxes	(4,195,242)		0		4,195,242
Avoided Tax Interest	0		0		0
Less: Tax Depreciation	19,428,726		0		(19,428,726)
Less: PTC (Gross-Up)	0		0		0
Less: Removal Costs	0		0		0
Total Basis	(13,237,818)		0		13,237,818
Income Tax Factor (t/(1-t))	0.7056		0.7056		0.7056
Income Tax Revenue Req	(9,340,756)		0		9,340,756
Total Revenue Requirement	(58,666,781)		0		58,666,781
Less Revenues	0		57,601,624		(57,601,624)
Impact to COSS Def of removing rider	58,666,781		(57,601,624)		(1,065,157)
Impact of rolling rider into COSS	**(58,666,781)**		**57,601,624**		**1,065,157**

X | Interim 3-2

Interim Adj 4 Incremental
PI Payments Removal

X1 Interim 4

2016-2020 Forecast
Tribal Incremental Payment Amounts

Summary	2016	2017
Marquette Plaza	-	-
Monticello	-	-
Prairie Island	(1,050,000)	(1,050,000)
Total Retention	(1,050,000)	(1,050,000)

Current Contract call for annual patments under 2003 agreement totaling $1.45M.
Updated contract being filed with Commission in October 2015 increases annual payment to $2.5M.

Interim Adj 5 Remove 2017 Escalation

XI Interim 5

2017

TEK - Bridge by Report Label	Remove Escalators
Other Rate Base Items	
Cash Working Capital	
Materials and Supplies	
Fuel Inventory	
Non Plant Assets and Liabilities	9,382.15
Customer Advances	
Customer Deposits	
Prepayments	(2,534.85)
Regulatory Amortizations	
Total Other Rate Base	6,847.29
Total Average Rate Base	6,847.29
Operating Revenues	
Retail Revenue	
Interdepartmental	
Other Operating	(4,174.28)
Total Revenue	(4,174.28)
Expenses	
Operating Expenses	
Fuel & Purchased Energy	(39.30)
Power Production	(5,637.57)
Transmission	(4,606.84)
Distribution	(2,096.63)
Customer Accounting	(640.68)
Customer Service and Information	(15.19)
Sales, Econ Dev, & Other	(1.19)
Administrative and General	(4,716.67)
Total Operating Expenses	(17,754.08)
Depreciation	
Amortization	86.11
Taxes	
Property	
Deferred Income Tax and ITC	
Federal and State Income Tax	5,582.34
Payroll and Other	
Total Taxes	5,582.34
Total Expenses	(12,085.63)
Allowance for Funds Used During Construction	
Total Operating Income	7,911.35