Tax Payment Comparison Between MN, ND and SD

Geronimo Energy
1/13/2016

	North Dakota - Capacity and Generation[1]	North Dakota - Capacity and Generation w/ Sales Tax[2]	South Dakota[3]	Minnesota[4]
Year 0	$0	$9,964,518	$11,957,422	$0
Year 1	$871,175	$871,175	$934,058	$890,821
Year 2	$871,175	$871,175	$934,058	$890,821
Year 3	$871,175	$871,175	$934,058	$890,821
Year 4	$871,175	$871,175	$934,058	$890,821
Year 5	$871,175	$871,175	$934,058	$890,821
Year 6	$871,175	$871,175	$934,058	$890,821
Year 7	$871,175	$871,175	$934,058	$890,821
Year 8	$871,175	$871,175	$934,058	$890,821
Year 9	$871,175	$871,175	$934,058	$890,821
Year 10	$871,175	$871,175	$934,058	$890,821
Year 11	$871,175	$871,175	$934,058	$890,821
Year 12	$871,175	$871,175	$934,058	$890,821
Year 13	$871,175	$871,175	$934,058	$890,821
Year 14	$871,175	$871,175	$934,058	$890,821
Year 15	$871,175	$871,175	$934,058	$890,821
Year 16	$871,175	$871,175	$934,058	$890,821
Year 17	$871,175	$871,175	$934,058	$890,821
Year 18	$871,175	$871,175	$934,058	$890,821
Year 19	$871,175	$871,175	$934,058	$890,821
Year 20	$871,175	$871,175	$934,058	$890,821
Year 21	$871,175	$871,175	$934,058	$890,821
Year 22	$871,175	$871,175	$934,058	$890,821
Year 23	$871,175	$871,175	$934,058	$890,821
Year 24	$871,175	$871,175	$934,058	$890,821
Year 25	$871,175	$871,175	$934,058	$890,821
25 Year Total	**$21,779,383**	**$31,743,901**	**$35,308,866**	**$22,270,518**
NPV 8%	**$8,610,742**	**$17,837,148**	**$20,303,962**	**$8,804,918**

Assumptions:

- 200 MW wind project with ~42.4% net capacity factor
- ~$280M capex, consisting of ~$64M BOP cost

[1]ND Cent Code: 57-33.2 consists of a capacity ($2,500/MW) and production tax ($0.50/MWh)

[1]ND Cent Code: 57-33.2 consists of a capacity ($2,500/MW) and production tax ($0.50/MWh) + sales tax at 5.0%

[3]SD Tax Code: 10-35 consists of a capacity ($3,000/MW) and production tax ($0.45/MWh after 4/1/2015). Year 0 consists of a 6% sales tax on wind turbine costs and and 0

[4]Minnesota Code 272.029 consists of a $1.20/MWh production tax for large scale wind projects (greater than 12 MW)