

**TENNESSEE PUBLIC UTILITY COMMISSION
PETITION OF
Kingsport Power Company
DOCKET NO. TPUC 21-00107 Rate Case Discovery
Data Requests and Requests for the Production
of Documents by the THE CONSUMER PROTECTION AND ADVOCATE DIVISION
OF THE ATTORNEY GENERAL'S OFFICE
CA Supp. Set 2
To Kingsport Power Company**

Data Request CA 2-76:

(Supplemental) Provide a detailed calculation of the Company's 2021 federal and state income tax Expense as reflected on its 2021 Income Statement.

Response CA 2-76:

The Company cannot supply the requested information prior to the public release of earnings information, scheduled for February 24th, 2022. The Company will supplement this response at that time with CA 2-76 Attachment 1.

SUPPLEMENTAL Response CA 2-76 filed March 2, 2022:

Please see CA 2-76 Supplemental Attachment 1 for the detailed calculation of the Company's 2021 federal and state income tax Expense as reflected on its 2021 Income Statement.

2021 Accruals

Kingsport Power Corp Consolidated

All January Through Return to Provision Activity
Across All OperationsSum A = (834,727.26) (Page 6)
Sum B = \$25 (Page 8)

GL Account Number		Current Period			
Tax Return Key	M Item Description	M Item Activity	DR Amount	CR Amount	Net DR/CR
PowerTax Expense					
4091001 - 4091001 Income Taxes, UOI - Federal					
NO KEY	Current Tax		\$3,484,282.29	\$4,275,898.85	(\$791,616.56) A
	Total For: 4091001	\$0.00	\$3,484,282.29	\$4,275,898.85	(\$791,616.56)
409100221 - 409100221 Income Taxes, UOI - ST 21					
NO KEY	Current Tax		\$1,633,921.49	\$1,619,923.21	\$13,998.28 B
	Total For: 409100221	\$0.00	\$1,633,921.49	\$1,619,923.21	\$13,998.28
4092001 - 4092001 Inc Tax, Oth Inc&Ded-Fed					
NO KEY	Current Tax		\$5,083.43	\$48,194.13	(\$43,110.70) A
	Total For: 4092001	\$0.00	\$5,083.43	\$48,194.13	(\$43,110.70)
409200220 - 409200220 Inc Tax, Oth Inc&Ded-ST20					
NO KEY	Current Tax		\$1,659.09	\$15,632.37	(\$13,973.28) B
	Total For: 409200220	\$0.00	\$1,659.09	\$15,632.37	(\$13,973.28)
4101001 - 4101001 Prov DIT Util Op Inc-Fed					
014C-TN	NOL-STATE C/F-DEF TAX ASSET-L/T - TN	\$1,052,266.72	\$220,976.01	\$0.00	\$220,976.01
230A	ACRS BENEFIT NORMALIZED	(\$869,160.00)	\$1,207,576.86	\$0.00	\$1,207,576.86
230I	CAPD INTEREST-SECTION 481(a)-CHANGE IN METHD	(\$1,017.00)	\$213.57	\$0.00	\$213.57
295A	GAIN/LOSS ON ACRS/MACRS PROPERTY	(\$817,040.58)	\$171,578.52	\$0.00	\$171,578.52
295A-EFB	EFB - GAIN/LOSS ON ACRS/MACRS PROPERTY	(\$1,442.80)	\$1,442.80	\$0.00	\$1,442.80
390A	CIAC - BOOK RECEIPTS	(\$55,153.00)	\$11,582.13	\$0.00	\$11,582.13
520A	PROVS POSS REV REFDS-A/L	(\$131,428.55)	\$27,600.00	\$0.00	\$27,600.00
520Y	PROV FOR RATE REFUND-EXCESS PROTECTED	(\$107,105.04)	\$22,635.28	\$0.00	\$22,635.28
532A-EFB	EFB - PERCENT REPAIR ALLOW	(\$0.40)	\$0.40	\$0.00	\$0.40
532C	BOOK/TAX UNIT OF PROPERTY ADJ	(\$8,546,419.00)	\$1,794,747.99	\$0.00	\$1,794,747.99
534A	CAPITALIZED RELOCATION COSTS	(\$385,360.00)	\$80,925.60	\$0.00	\$80,925.60
534A-EFB	EFB - CAPITALIZED RELOCATION COSTS	(\$1.40)	\$1.40	\$0.00	\$1.40
601E	INSURANCE PREMIUMS ACCRUED	(\$91,512.37)	\$19,217.59	\$0.00	\$19,217.59
605B	ACCRUED BK PENSION EXPENSE	(\$10,392.66)	\$2,182.46	\$0.00	\$2,182.46
605C	ACCRUED BK PENSION COSTS - SFAS 158	(\$1,007,950.00)	\$211,669.50	\$0.00	\$211,669.50
612Y	ACCRD COMPANYWIDE INCENTV PLAN	(\$629,678.31)	\$132,232.44	\$0.00	\$132,232.44
613E	ACCRUED BOOK VACATION PAY	(\$83,230.49)	\$17,478.40	\$0.00	\$17,478.40
613I	BOOK LEASES DEFERRED	(\$5,206.11)	\$1,093.29	\$0.00	\$1,093.29
615E	ACCRUED STATE INCOME TAX EXP	\$0.00	\$43,643.88	\$0.00	\$43,643.88
615Q	ACCRUED RTO CARRYING CHARGES	\$0.00	\$4,668.51	\$0.00	\$4,668.51
630M	RATE CASE DEFED CHGS	(\$25,338.35)	\$5,321.05	\$0.00	\$5,321.05
631H	Accrued COVID-19 Incremental Costs - non-TX	(\$76,313.24)	\$16,025.78	\$0.00	\$16,025.78
631J	Accrued COVID-19 Incremental Costs - non-TX Contra	(\$46,367.59)	\$9,737.20	\$0.00	\$9,737.20
631S	FICA - NON-CUURENT	(\$71,295.62)	\$14,972.08	\$0.00	\$14,972.08
641I	ADVANCE RENTAL INC (CUR MO)	(\$218,590.07)	\$45,903.92	\$0.00	\$45,903.92
661T	REG ASSET-SFAS 158 - OPEB	(\$168,213.00)	\$35,324.73	\$0.00	\$35,324.73
673G	REG ASSET-TN UNDER RECOV FPPA RIDER	(\$12,818,834.22)	\$2,691,955.19	\$0.00	\$2,691,955.19
673Y	REG ASSET-TARG REL & MAJ STORM UNDR REC	(\$560,515.71)	\$117,708.30	\$0.00	\$117,708.30
674W	REG ASSET-TN FTRAR UNDER-RECOVERY	\$0.00	\$3,792.44	\$0.00	\$3,792.44
676Z	REG ASSET-LSE Formula Rate Defer-Dep	(\$600,914.00)	\$126,191.94	\$0.00	\$126,191.94
711N	CAPITALIZED SOFTWARE COSTS-TAX	(\$1,583.00)	\$332.43	\$0.00	\$332.43
712K	CAPITALIZED SOFTWARE COST-BOOK	(\$559,430.32)	\$117,480.37	\$0.00	\$117,480.37
906A	ACCRD SFAS 106 PST RETIRE EXP	(\$267,959.62)	\$56,271.52	\$0.00	\$56,271.52

2021 Accruals
Kingsport Power Corp Consolidated
All January Through Return to Provision Activity
Across All Operations

GL Account Number		Current Period			
Tax Return Key	M Item Description	M Item Activity	DR Amount	CR Amount	Net DR/CR
PowerTax Expense					
4101001 - 4101001 Prov DIT Util Op Inc-Fed					
906F	ACCRD OPEB COSTS - SFAS 158	(\$741,641.00)	\$155,744.61	\$0.00	\$155,744.61
906K	ACCRD SFAS 112 PST EMPLOY BEN	(\$1,880.00)	\$394.80	\$0.00	\$394.80
906P	ACCRD BOOK ARO EXPENSE - SFAS 143	(\$6,215.45)	\$1,305.25	\$0.00	\$1,305.25
908A	BOOK OPERATING LEASE - LIAB	(\$379,749.46)	\$79,747.39	\$0.00	\$79,747.39
908B	BOOK OPERATING LEASE - ASSET	(\$7,616.29)	\$1,599.42	\$0.00	\$1,599.42
960F-TBBS	283-ACCUM DEFED FEDERAL TBBS ADJ	\$0.00	\$63,062.00	\$0.00	\$63,062.00
960F-XS	EXCESS ADFIT 282 - PROTECTED.	\$0.00	\$2,288.00	\$0.00	\$2,288.00
960F-XS	EXCESS ADFIT 283 - UNPROTECTED.	\$0.00	\$17,828.00	\$0.00	\$17,828.00
No Key	282 EXCESS ADJUSTMENT	(\$76,946.00)	\$76,946.00	\$0.00	\$76,946.00
No Key	283 EXCESS ADJUSTMENT	(\$839.00)	\$839.00	\$0.00	\$839.00
Total For: 4101001		(\$28,320,072.93)	\$7,612,238.05	\$0.00	\$7,612,238.05
4101002 - 4101002 Prov DIT Util Op Inc-State					
014C-TN	NOL-STATE C/F-DEF TAX ASSET-L/T - TN	(\$31,742.24)	\$31,742.24	\$0.00	\$31,742.24
014C-WV	NOL-STATE C/F-DEF TAX ASSET-L/T - WV	(\$14.00)	\$14.00	\$0.00	\$14.00
Total For: 4101002		(\$31,756.24)	\$31,756.24	\$0.00	\$31,756.24
4102001 - 4102001 Prov DIT Oth I&D-Federal					
913D	CHARITABLE CONTRIBUTION CARRYFRWD	(\$139,275.00)	\$29,247.75	\$0.00	\$29,247.75
Total For: 4102001		(\$139,275.00)	\$29,247.75	\$0.00	\$29,247.75
4111001 - 4111001 Prov DIT-Cr Util Op Inc-Fed					
014C-TN	NOL-STATE C/F-DEF TAX ASSET-L/T - TN	(\$31,742.24)	\$0.00	\$6,665.87	(\$6,665.87)
014C-WV	NOL-STATE C/F-DEF TAX ASSET-L/T - WV	(\$14.00)	\$0.00	\$2.94	(\$2.94)
230A	ACRS BENEFIT NORMALIZED	\$531,376.00	\$0.00	\$111,588.96	(\$111,588.96)
230B	481 a BONUS DEPRECIATION	\$1,206,332.00	\$0.00	\$253,329.72	(\$253,329.72)
230I	CAPD INTEREST-SECTION 481(a)-CHANGE IN METHD	\$265.00	\$0.00	\$55.65	(\$55.65)
230J	RELOCATION CST-SECTION 481(a)-CHANGE IN METHD	\$3,418.00	\$0.00	\$717.78	(\$717.78)
280H	BK PLANT IN SERVICE - SFAS 143 - ARO	\$2,179.56	\$0.00	\$457.71	(\$457.71)
295A	GAIN/LOSS ON ACRS/MACRS PROPERTY	\$407,019.58	\$0.00	\$85,474.11	(\$85,474.11)
295A-EFB	EFB - GAIN/LOSS ON ACRS/MACRS PROPERTY	\$63,582.20	\$0.00	\$63,582.20	(\$63,582.20)
390A	CIAC - BOOK RECEIPTS	\$2,292,594.00	\$0.00	\$481,444.74	(\$481,444.74)
520A	PROVS POSS REV REFDS-A/L	\$127,480.00	\$0.00	\$26,770.80	(\$26,770.80)
532A-EFB	EFB - PERCENT REPAIR ALLOW	\$9,398.70	\$0.00	\$9,398.70	(\$9,398.70)
534A	CAPITALIZED RELOCATION COSTS	\$390.00	\$0.00	\$81.90	(\$81.90)
534A-EFB	EFB - CAPITALIZED RELOCATION COSTS	\$10,828.20	\$0.00	\$10,828.20	(\$10,828.20)
601E	INSURANCE PREMIUMS ACCRUED	\$91,194.89	\$0.00	\$19,150.92	(\$19,150.92)
605B	ACCRUED BK PENSION EXPENSE	\$255,349.85	\$0.00	\$53,623.47	(\$53,623.47)
612Y	ACCRD COMPANYWIDE INCENTV PLAN	\$519,433.72	\$0.00	\$109,081.08	(\$109,081.08)
613E	ACCRUED BOOK VACATION PAY	\$153,344.22	\$0.00	\$34,417.99	(\$34,417.99)
613I	BOOK LEASES DEFERRED	\$7,006.11	\$0.00	\$1,471.29	(\$1,471.29)
615E	ACCRUED STATE INCOME TAX EXP	\$0.00	\$0.00	\$60,363.55	(\$60,363.55)
615R	REG ASSET-DEFERRED RTO COSTS	\$0.00	\$0.00	\$1,250.62	(\$1,250.62)
630M	RATE CASE DEFED CHGS	\$59,045.49	\$0.00	\$12,399.55	(\$12,399.55)
631J	Accrued COVID-19 Incremental Costs - non-TX Contra	\$16,955.05	\$0.00	\$3,560.56	(\$3,560.56)
631S	FICA - NON-CUURENT	\$1.00	\$0.00	\$0.21	(\$0.21)
641I	ADVANCE RENTAL INC (CUR MO)	\$246,745.16	\$0.00	\$51,816.49	(\$51,816.49)
661R	REG ASSET-SFAS 158 - PENSIONS	\$1,007,950.00	\$0.00	\$211,669.50	(\$211,669.50)
661T	REG ASSET-SFAS 158 - OPEB	\$741,641.00	\$0.00	\$155,744.61	(\$155,744.61)

2021 Accruals
Kingsport Power Corp Consolidated
All January Through Return to Provision Activity
Across All Operations

GL Account Number		Current Period			
Tax Return Key	M Item Description	M Item Activity	DR Amount	CR Amount	Net DR/CR
PowerTax Expense					
4111001 - 4111001 Prov DIT-Cr Util Op Inc-Fed					
668B	REG ASSET-RTO DEMAND RESPONSE COSTS	\$76,317.96	\$0.00	\$16,026.77	(\$16,026.77)
673G	REG ASSET-TN UNDER RECOV FPPA RIDER	\$2,278,846.05	\$0.00	\$478,557.67	(\$478,557.67)
673Y	REG ASSET-TARG REL & MAJ STORM UNDR REC	\$2,419,562.15	\$0.00	\$508,108.05	(\$508,108.05)
674W	REG ASSET-TN FTRAR UNDER-RECOVERY	\$18,059.00	\$0.00	\$3,792.39	(\$3,792.39)
676Z	REG ASSET-LSE Formula Rate Defer-Dep	(\$600,914.00)	\$0.00	\$63,095.97	(\$63,095.97)
711N	CAPITALIZED SOFTWARE COSTS-TAX	\$3,166.00	\$0.00	\$664.86	(\$664.86)
711O	BOOK LEASES CAPITALIZED FOR TAX	\$263,096.00	\$0.00	\$55,250.16	(\$55,250.16)
712K	CAPITALIZED SOFTWARE COST-BOOK	\$43,659.32	\$0.00	\$9,168.46	(\$9,168.46)
712L	CAPITALIZED SOFTWARE COST-BOOKS	\$916,754.00	\$0.00	\$192,518.34	(\$192,518.34)
906A	ACCRD SFAS 106 PST RETIRE EXP	\$5,800.00	\$0.00	\$1,218.00	(\$1,218.00)
906F	ACCRD OPEB COSTS - SFAS 158	\$168,213.00	\$0.00	\$35,324.73	(\$35,324.73)
906P	ACCRD BOOK ARO EXPENSE - SFAS 143	\$1,386.50	\$0.00	\$291.17	(\$291.17)
906Z	SFAS 106 - MEDICARE SUBSIDY - (PPACA)-REG ASSET	\$30,532.48	\$0.00	\$6,411.82	(\$6,411.82)
908A	BOOK OPERATING LEASE - LIAB	\$7,616.29	\$0.00	\$1,599.42	(\$1,599.42)
908B	BOOK OPERATING LEASE - ASSET	\$379,750.46	\$0.00	\$79,747.60	(\$79,747.60)
911V	ACCRD SIT TX RESERVE-LNG-TERM-FIN 48	\$0.00	\$0.00	\$625.80	(\$625.80)
914K	REG ASSET-ACCRUED SFAS 112	\$1,880.00	\$0.00	\$394.80	(\$394.80)
960F-TBBS	282-ACCUM DEFED FEDERAL TBBS ADJ	\$0.00	\$0.00	\$1,016,076.00	(\$1,016,076.00)
960F-XS	EXCESS ADFIT 282 - PROTECTED.	\$0.00	\$0.00	\$350,790.00	(\$350,790.00)
960F-XS	EXCESS ADFIT 282 - UNPROTECTED.	\$0.00	\$0.00	\$91,676.00	(\$91,676.00)
960Z	NOL - DEFERRED TAX ASSET RECLASS	\$0.00	\$0.00	\$1,612,402.17	(\$1,612,402.17)
No Key	282 EXCESS ADJUSTMENT	\$1,883.00	\$0.00	\$1,883.00	(\$1,883.00)
No Key	283 EXCESS ADJUSTMENT	\$78,181.00	\$0.00	\$78,181.00	(\$78,181.00)
Total For: 4111001		\$13,815,562.70	\$0.00	\$6,368,753.30	(\$6,368,753.30)
4111002 - 4111002 Prov DIT-Cr Util Op Inc-St					
014C-TN	NOL-STATE C/F-DEF TAX ASSET-L/T - TN	\$1,052,266.72	\$0.00	\$1,052,266.72	(\$1,052,266.72)
Total For: 4111002		\$1,052,266.72	\$0.00	\$1,052,266.72	(\$1,052,266.72)
4112001 - 4112001 Prov DIT-Cr Oth I&D-Federal					
913D	CHARITABLE CONTRIBUTION CF	\$220,771.13	\$0.00	\$46,361.94	(\$46,361.94)
Total For: 4112001		\$220,771.13	\$0.00	\$46,361.94	(\$46,361.94)
Total: PowerTax Expense		(\$13,402,503.62)	\$12,798,188.34	\$13,427,030.52	(\$628,842.18)

Current Provision Report
51013C
2021 Accruals
Kingsport Power Corp Consolidated
ACROSS OPERATING INDICATORS
All January Through Return to Provision Activity
Federal

		Current Period (No Adjustments)	Year-To-Date (No Adjustments)	Current Period Adjustments	Current Period Total
Book Income		\$2,438,034.59	\$2,438,034.59	\$1.00	\$2,438,035.59
Tax Items					
003X	INTEREST EXPENSE - NONOPER	(\$1,538.63)	(\$1,538.63)	\$0.00	(\$1,538.63)
003X	INTEREST EXPENSE - OPER	\$1,538.63	\$1,538.63	\$0.00	\$1,538.63
Total for Tax Items:		\$0.00	\$0.00	\$0.00	\$0.00
Book Income Before Tax		\$2,438,034.59	\$2,438,034.59	\$1.00	\$2,438,035.59
EXCESS TAX vs BOOK DEPRECIATION					
230A	ACRS BENEFIT NORMALIZED	(\$246,235.00)	(\$246,235.00)	(\$91,549.00)	(\$337,784.00)
230B	481 a BONUS DEPRECIATION	\$1,206,332.00	\$1,206,332.00	\$0.00	\$1,206,332.00
230I	CAPD INTEREST-SECTION 481(a)-CHANG	\$0.00	\$0.00	(\$752.00)	(\$752.00)
230J	RELOCATION CST-SECTION 481(a)-CHAN	\$0.00	\$0.00	\$3,418.00	\$3,418.00
280A	EXCESS TX VS S/L BK DEPR	\$759,575.00	\$759,575.00	\$77,605.00	\$837,180.00
280H	BK PLANT IN SERVICE - SFAS 143 - ARO	\$2,179.56	\$2,179.56	\$0.00	\$2,179.56
295A	GAIN/LOSS ON ACRS/MACRS PROPERTY	(\$647,025.00)	(\$647,025.00)	\$237,004.00	(\$410,021.00)
390A	CIAC - BOOK RECEIPTS	\$259,947.00	\$259,947.00	\$1,977,494.00	\$2,237,441.00
Total for EXCESS TAX vs BOOK DEPRECIATION:		\$1,334,773.56	\$1,334,773.56	\$2,203,220.00	\$3,537,993.56
AFUDC / INTEREST CAPITALIZED					
310A	AOFUDC	\$70.57	\$70.57	\$0.00	\$70.57
320A	ABFUDC	(\$15,011.75)	(\$15,011.75)	\$0.00	(\$15,011.75)
380J	INT EXP CAPITALIZED FOR TAX	\$188,308.51	\$188,308.51	\$0.00	\$188,308.51
Total for AFUDC / INTEREST CAPITALIZED:		\$173,367.33	\$173,367.33	\$0.00	\$173,367.33
PERCENT REPAIR ALLOWANCE					
532C	BOOK/TAX UNIT OF PROPERTY ADJ	(\$8,276,608.00)	(\$8,276,608.00)	(\$269,811.00)	(\$8,546,419.00)
534A	CAPITALIZED RELOCATION COSTS	(\$192,745.00)	(\$192,745.00)	(\$192,225.00)	(\$384,970.00)
Total for PERCENT REPAIR ALLOWANCE:		(\$8,469,353.00)	(\$8,469,353.00)	(\$462,036.00)	(\$8,931,389.00)
REMOVAL COSTS					
910K	REMOVAL CST	(\$813,000.00)	(\$813,000.00)	\$596,097.00	(\$216,903.00)
Total for REMOVAL COSTS:		(\$813,000.00)	(\$813,000.00)	\$596,097.00	(\$216,903.00)
REVENUE REFUNDS					
520A	PROVS POSS REV REFDS-A/L	\$6,967.45	\$6,967.45	(\$10,916.00)	(\$3,948.55)
520Y	PROV FOR RATE REFUND-EXCESS PROT	(\$107,105.04)	(\$107,105.04)	\$0.00	(\$107,105.04)
Total for REVENUE REFUNDS:		(\$100,137.59)	(\$100,137.59)	(\$10,916.00)	(\$111,053.59)
BOOK ACCRUALS					
601E	INSURANCE PREMIUMS ACCRUED	(\$317.48)	(\$317.48)	\$0.00	(\$317.48)
602A	PROV WORKER'S COMP	(\$4,616.17)	(\$4,616.17)	\$0.00	(\$4,616.17)
605B	ACCRUED BK PENSION EXPENSE	\$255,269.19	\$255,269.19	(\$10,312.00)	\$244,957.19
605C	ACCRUED BK PENSION COSTS - SFAS 158	(\$1,007,950.00)	(\$1,007,950.00)	\$0.00	(\$1,007,950.00)
610A	BK PROV UNCOLL ACCTS - ST	(\$45.61)	(\$45.61)	\$0.00	(\$45.61)
612Y	ACCRD COMPANYWIDE INCENTV PLAN	(\$20,547.59)	(\$20,547.59)	(\$89,697.00)	(\$110,244.59)
613E	ACCRUED BOOK VACATION PAY	\$40,397.73	\$40,397.73	\$29,716.00	\$70,113.73
Total for BOOK ACCRUALS:		(\$737,809.93)	(\$737,809.93)	(\$70,293.00)	(\$808,102.93)
BOOK DEFERRALS					
613I	BOOK LEASES DEFERRED	\$1,800.00	\$1,800.00	\$0.00	\$1,800.00
630M	RATE CASE DEFCD CHGS	\$33,707.14	\$33,707.14	\$0.00	\$33,707.14
631H	Accrued COVID-19 Incremental Costs - no	(\$76,313.24)	(\$76,313.24)	\$0.00	(\$76,313.24)

Current Provision Report
51013C
2021 Accruals
Kingsport Power Corp Consolidated
ACROSS OPERATING INDICATORS
All January Through Return to Provision Activity
Federal

		Current Period (No Adjustments)	Year-To-Date (No Adjustments)	Current Period Adjustments	Current Period Total
631J	Accrued COVID-19 Incremental Costs - no	(\$29,412.54)	(\$29,412.54)	\$0.00	(\$29,412.54)
631S	FICA - NON-CUURENT	(\$71,295.62)	(\$71,295.62)	\$1.00	(\$71,294.62)
641I	ADVANCE RENTAL INC (CUR MO)	\$28,154.09	\$28,154.09	\$1.00	\$28,155.09
661R	REG ASSET-SFAS 158 - PENSIONS	\$1,007,950.00	\$1,007,950.00	\$0.00	\$1,007,950.00
661T	REG ASSET-SFAS 158 - OPEB	\$573,428.00	\$573,428.00	\$0.00	\$573,428.00
668B	REG ASSET-RTO DEMAND RESPONSE C	\$76,317.96	\$76,317.96	\$0.00	\$76,317.96
673G	REG ASSET-TN UNDER RECOV FPPA RID	(\$10,539,988.17)	(\$10,539,988.17)	\$0.00	(\$10,539,988.17)
673Y	REG ASSET-TARG REL & MAJ STORM UN	\$1,859,046.44	\$1,859,046.44	\$0.00	\$1,859,046.44
674W	REG ASSET-TN FTRAR UNDER-RECOVER	\$0.00	\$0.00	\$18,059.00	\$18,059.00
676Z	REG ASSET-LSE Formula Rate Defer-Dep	(\$300,457.00)	(\$300,457.00)	\$0.00	(\$300,457.00)
Total for BOOK DEFERRALS:		(\$7,437,062.94)	(\$7,437,062.94)	\$18,061.00	(\$7,419,001.94)
OTHER MISCELLANEOUS					
906A	ACCRD SFAS 106 PST RETIRE EXP	(\$267,959.62)	(\$267,959.62)	\$5,800.00	(\$262,159.62)
906F	ACCRD OPEB COSTS - SFAS 158	(\$573,428.00)	(\$573,428.00)	\$0.00	(\$573,428.00)
906K	ACCRD SFAS 112 PST EMPLOY BEN	(\$1,880.00)	(\$1,880.00)	\$0.00	(\$1,880.00)
906P	ACCRD BOOK ARO EXPENSE - SFAS 143	(\$4,827.95)	(\$4,827.95)	(\$1.00)	(\$4,828.95)
906Z	SFAS 106 - MEDICARE SUBSIDY - (PPACA	\$30,531.48	\$30,531.48	\$1.00	\$30,532.48
908A	BOOK OPERATING LEASE - LIAB	(\$372,133.17)	(\$372,133.17)	\$0.00	(\$372,133.17)
908B	BOOK OPERATING LEASE - ASSET	\$372,133.17	\$372,133.17	\$1.00	\$372,134.17
913D	CHARITABLE CONTRIBUTION CARRYFRV	\$0.00	\$0.00	(\$139,275.00)	(\$139,275.00)
913D	CHARITABLE CONTRIBUTION CF	\$0.00	\$0.00	\$220,771.13	\$220,771.13
914A	SFAS 109 - DEFD SIT LIABILITY	\$1,297,784.00	\$1,297,784.00	(\$98,457.00)	\$1,199,327.00
914B	REG ASSET-SFAS 109 DSIT LIAB	(\$1,297,784.00)	(\$1,297,784.00)	\$98,457.00	(\$1,199,327.00)
914K	REG ASSET-ACCRUED SFAS 112	\$1,880.00	\$1,880.00	\$0.00	\$1,880.00
Total for OTHER MISCELLANEOUS:		(\$815,684.09)	(\$815,684.09)	\$87,297.13	(\$728,386.96)
PERMANENT SCHEDULE M's					
910B	NON-DEDUCT MEALS AND T&E	\$3,842.86	\$3,842.86	\$0.00	\$3,842.86
910C	NON-DEDUCT FINES&PENALTIES	(\$2,367.57)	(\$2,367.57)	\$0.00	(\$2,367.57)
910S	NON-DEDUCT LOBBYING	\$40,794.36	\$40,794.36	(\$33,154.00)	\$7,640.36
910X	NON-DEDUCTIBLE PARKING EXPENSE	\$8,035.00	\$8,035.00	(\$2,445.00)	\$5,590.00
Total for PERMANENT SCHEDULE M's:		\$50,304.65	\$50,304.65	(\$35,599.00)	\$14,705.65
TAX ACCRUALS					
711N	CAPITALIZED SOFTWARE COSTS-TAX	\$0.00	\$0.00	\$1,583.00	\$1,583.00
711O	BOOK LEASES CAPITALIZED FOR TAX	\$216,986.00	\$216,986.00	\$46,110.00	\$263,096.00
Total for TAX ACCRUALS:		\$216,986.00	\$216,986.00	\$47,693.00	\$264,679.00
TAX DEFERRALS					
712K	CAPITALIZED SOFTWARE COST-BOOK	(\$242,232.00)	(\$242,232.00)	(\$273,539.00)	(\$515,771.00)

Current Provision Report

51013C

2021 Accruals

Kingsport Power Corp Consolidated

ACROSS OPERATING INDICATORS

All January Through Return to Provision Activity

Federal

	Current Period (No Adjustments)	Year-To-Date (No Adjustments)	Current Period Adjustments	Current Period Total
712L CAPITALIZED SOFTWARE COST-BOOKS	\$458,377.00	\$458,377.00	\$458,377.00	\$916,754.00
Total for TAX DEFERRALS:	\$216,145.00	\$216,145.00	\$184,838.00	\$400,983.00
Taxable Income Before Deductions	(\$13,943,436.42)	(\$13,943,436.42)	\$2,558,363.13	(\$11,385,073.29)
Deductions for Fed/Other States	\$0.00	\$0.00	\$25.00	\$25.00
Taxable Income Before Apportionment	(\$13,943,436.42)	(\$13,943,436.42)	\$2,558,338.13	(\$11,385,098.29)
Apportionment Factor	1.000000	1.000000	1.000000	1.000000
Taxable Income After Apportionment	(\$13,943,436.42)	(\$13,943,436.42)	\$2,558,338.13	(\$11,385,098.29)
Statutory Tax Rate	21.0000%	21.0000%	21.0000%	21.0000%
Calculated Tax Before Credits	(\$2,928,121.65)	(\$2,928,121.65)	\$537,251.01	(\$2,390,870.64)
Tax Credits & Adjustments				
011G NOL - RECLASS TO/FROM DEFD TAX ASS	(\$1,612,402.17)	(\$1,612,402.17)	\$0.00	(\$1,612,402.17)
011P SEC ALLOC - PARENT SAVINGS	\$0.00	\$0.00	\$55,258.79	\$55,258.79
012Y R & D CREDIT - CURRENT	\$1,000.00	\$1,000.00	\$0.00	\$1,000.00
Total for Tax Credits & Adjustments:	(\$1,611,402.17)	(\$1,611,402.17)	\$55,258.79	(\$1,556,143.38)
Current Tax	(\$1,316,719.47)	(\$1,316,719.47)	\$481,992.21	(\$834,727.26)
Report Totals:				
Federal Current Tax Before Other Adjustments:	(\$1,316,719.47)	(\$1,316,719.47)	\$481,992.21	(\$834,727.26)
State Current Tax Before Other Adjustments:	\$0.00	\$0.00	\$0.00	\$0.00
Total Current Tax Before Other Adjustments:	(\$1,316,719.47)	(\$1,316,719.47)	\$481,992.21	(\$834,727.26)

Page 1

Estimated 2021 Taxable Income.
Will be finalized with the filing of the
2021 Tax Return

Current State Provision Report
ACROSS OPERATING INDICATORS
2021 Accruals
Kingsport Power Corp Consolidated
Tennessee
Month 13

	Current Month	Year to Date	Current Month Adjustments	Year to Date Adjustments	Year to Date Including Adjustments
Federal Taxable Income	\$0.00	(\$13,943,436.42)	\$0.00	\$2,558,363.13	(\$11,385,073.29)
State and Local Tax Adjustments:					
003Q-TI BONUS DEPRECIATION - TENNESSEE	\$0.00	(\$2,694,506.61)	\$0.00	(\$1,172,122.17)	(\$3,866,628.78)
913D CHARITABLE CONTRIBUTION CF	\$0.00	\$0.00	\$0.00	(\$220,771.13)	(\$220,771.13)
Total State and Local Tax Adjustments	\$0.00	(\$2,694,506.61)	\$0.00	(\$1,392,893.30)	(\$4,087,399.91)
Taxable Income Before Apportionment	\$0.00	(\$16,637,943.03)	\$0.00	\$1,165,469.83	(\$15,472,473.20)
Apportionment Factor	0.973000	0.973000	0.973000	0.982461	0.972287
Taxable Income After Apportionment	\$0.00	(\$16,188,718.58)	\$0.00	\$1,145,028.34	(\$15,043,690.24)
Post Apportion M Items	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Apportioned Tax Deductible	\$0.00	\$0.00	\$0.00	(\$24.56)	(\$24.56)
Taxable Income	\$0.00	(\$16,188,718.58)	\$0.00	\$1,145,003.78	(\$15,043,714.80)
Statutory Tax Rate	6.5000%	6.5000%	6.5000%	6.5000%	6.5000%
Calculated Tax	\$0.00	(\$1,052,266.72)	\$0.00	\$74,425.25	(\$977,841.47)
Current Month Trueup Adjustment	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Current Tax Before Credits	\$0.00	(\$1,052,266.72)	\$0.00	\$74,425.25	(\$977,841.47)
Credits and Adjustments					
003Y-TI CSIT DIRECT INPUT-TN	\$0.00	\$0.00	\$0.00	\$42,683.01	\$42,683.01
003Z-TI NOL UTILIZATION-TN	\$0.00	(\$1,052,266.72)	\$0.00	\$31,742.24	(\$1,020,524.48)
	\$0.00	(\$1,052,266.72)	\$0.00	\$74,425.25	(\$977,841.47)
Current Tax	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

Current State Provision Report
ACROSS OPERATING INDICATORS
2021 Accruals
Kingsport Power Corp Consolidated
West Virginia
Month 13

	Current Month	Year to Date	Current Month Adjustments	Year to Date Adjustments	Year to Date Including Adjustments
Federal Taxable Income	\$0.00	(\$13,943,436.42)	\$0.00	\$2,558,363.13	(\$11,385,073.29)
State and Local Tax Adjustments:					
913D CHARITABLE CONTRIBUTION CF	\$0.00	\$0.00	\$0.00	(\$220,771.13)	(\$220,771.13)
Total State and Local Tax Adjustments	\$0.00	\$0.00	\$0.00	(\$220,771.13)	(\$220,771.13)
Taxable Income Before Apportionment	\$0.00	(\$13,943,436.42)	\$0.00	\$2,337,592.00	(\$11,605,844.42)
Apportionment Factor	0.000000	0.000000	0.000000	0.000000	0.000000
Taxable Income After Apportionment	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Post Apportion M Items	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Apportioned Tax Deductible	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Taxable Income	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Statutory Tax Rate	6.5000%	6.5000%	6.5000%	6.5000%	6.5000%
Calculated Tax	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Current Month Trueup Adjustment	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Current Tax Before Credits	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Credits and Adjustments					
003Y-W CSIT DIRECT INPUT-WV	\$0.00	\$0.00	\$0.00	(\$39.00)	(\$39.00)
003Z-W NOL UTILIZATION-WV	\$0.00	\$0.00	\$0.00	\$14.00	\$14.00
013D-W CONSOLIDATED COSTS/BENEFITS-WV	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
	\$0.00	\$0.00	\$0.00	(\$25.00)	(\$25.00)
Current Tax	\$0.00	\$0.00	\$0.00	\$25.00	\$25.00