

FILED²

FEB 8 2018

Items Impacting Income Tax

Missouri Public Service Commission

PROPOSED TAX CALCULATION AND RATE CASE OUTCOME

Item (millions)	Rate Base Impact			Rev. Req.
	Gross	Net	Rate Base	
Preliminary Commission Indication			\$1,877	\$37.6
Gas storage in rate base	\$ 120	\$ 120	\$1,997	\$11.9
Pre-'96 pension funding recovery	-	-	1,997	1.6 *
Capitalization of cash incentive comp.	29	19	2,016	1.9 **
Spire Missouri LT capitalization			2,016	12.7
				\$28.0
			\$2,016	\$65.6

IMPACTS ON CUSTOMER RATES

Customer Position

Revenue Requirement	\$65.6
Tax Benefit	(\$20.0) ***
Net Requirement	\$45.6 ^^
ISRS (through Feb '17)	\$49.0
Net Rate Impact	(\$3.4)

NET OUTCOME COMPARED TO FILED CASE		
Filed Position as updated		\$112.5
Net Requirement		\$45.6
Reduction		(\$66.9)
		-59%

* Includes amortization of pre-96 pension asset over 10 years with no rate base treatment

** Allows capitalization of earnings-based incentive compensation to present. The Company understands that it is at risk for future non-Union incentive capitalizations.

*** A primary complexity in calculating the impact of Tax Reform is not knowing the final rate case outcome. We have estimated the Tax Benefit based upon the discussions at the Commission Agenda Meetings and our proposal in this document.

^^ Includes ISRS investments through September 2017.

Company Exhibit No. 71
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