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RECEIVED
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SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION

MR. HANSON

RE: "BLACK HILLS POWER RATE INCREASE

THANK YOU FOR YOUR LETTER OF 6/16/14, IN AN ATTEMPT
TO EXPLAIN THE UTILITY COMM. PART IN THIS ISSUE.

BY THAT I MEAN "BASED ON AN AUTHORIZED RATE OF
RETURN". THIS I UNDERSTAND-"AUTHORIZED". YOU GO ON
TO SAY "RATES ARE SET ON A RATE OF RETURN THAT IS
IN TURN BASED ON UTILITY DEBT AND EQUITY MARKET RATES
JUSTIFIED BY CURRENT MARKET CONDITIONS." AND THEN YOU
STATE THE "TAKINGS CLAUSE".

EVERY BODY WATCHING THE MARKET AND STOCKHOLDERS
COMMENTS REALIZE THAT BHP IS THE MOST PROFITABLE
UTILITIES TO INVEST IN. IN CONTRADICTION YOU STATE
"TO SET RATES BASED ON DEBT AND EQUITY VALUES THAT
ARE NOT WITHIN THE CURRECT RANGE OF MARKET RATES
FOR UTILITY DEBT AND EQUITY SECURITIES." SO, BHP
BEING KNOWN AS A VERY GOOD INVESTMENT MUST HAVE VERY
FINE EQUITY SECURITIES.

I ASK YOU TO REMEMBER, THE PEOPLE OF SD PAY
YOUR SALARY-(I BELIEVE) -NOT BHP. YOU OWE IT TO US TO
"WATCH OUT FOR US".

I WOULD BE VERY INTERESTED IN SEEING YOUR FORMULA
FOR DETERMINING RATES.

THANK YOU.
RESPECTFULLY,


DARWIN JENSEN

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