

Report of Tariff Change

Name of Utility: Black Hills Power Inc.; PO Box 1400, 625 Ninth Street, Rapid City, SD 57709

Address of Main Office: PO Box 1400, 625 Ninth Street, Rapid City, SD 57709

Changes to Black Hills Power Inc.'s South Dakota Electric Rate Book:

- Section No. 3C, Eighth Revised Sheet No. 11
- Section No. 3C, Second Revised Sheet No. 12
- Section No. 3C, Second Revised Sheet No. 16
- Section No. 3C, Second Revised Sheet No. 17

Description of the change: Electric Cost Adjustment to be implemented June 1, 2012

Reason for the change: To reflect the increase in the cost of service, as determined by the Transmission Costs Adjustment, and the Fuel and Purchased Power Adjustment.

	Present Rate ¢/kWh	Proposed Rate ¢/kWh
Total Residential Service	0.170	0.470
Total Small General Service	0.240	0.530
Total Large General Service	0.160	0.480
Total Industrial Contract	0.220	0.420
Total Lighting Service	0.180	0.500

Approximation of annual amount of increase/(decrease) in revenue: \$6,300,000

Points affected: Approximately 67,700 South Dakota retail customers

Increase/(decrease) to cost of service: Approximately \$6,300,000

Remarks: The facts, opinions, documents and exhibits needed to support the proposed changes are included in the Application and exhibits thereto.

BLACK HILLS POWER, INC.

By:


Chris Kilpatrick

Director of Resource Planning and Electric Rates