

**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, Second Revised Sheet No. 20

Section No. 3C, Ninth Revised Sheet No. 11

**Description of the change:** Environmental Improvement Adjustment to be implemented June 1, 2013

**Reason for the change:** To apply the annual rate adjustment to the Environmental Improvement Adjustment rider per SDCL 49-34A-99.

	<b>Present Rate</b> \$/kWh	<b>Proposed Rate</b> \$/kWh
Total Residential Service	0.0019	0.0005
Total Small General Service	0.0023	0.0005
Total Large General	0.0016	0.0003
Total Industrial Service	0.0016	0.0003
Total Lighting Service	0.0025	0.0002

**Approximation of annual amount of increase/(decrease) in revenue:** (\$2,362,000)

**Points affected:** Approximately 65,000 South Dakota retail customers

**Increase/(decrease) to cost of service:** Approximately (\$2,345,000)

**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