

## Customer Bill Notice

### Black Hills Power, Inc. d/b/a Black Hills Energy

#### Transmission Facility Adjustment (TFA)

Black Hills Power, Inc. is in the process of updating transmission facilities in South Dakota in order to maintain its level of safe and reliable service. The South Dakota Public Utilities Commission has approved a Transmission Facility Adjustment (TFA) in order to recover the costs associated with these transmission facilities. This rate will become effective on June 1, 2016, and will increase from \$0.00010 per kWh to \$0.00015 per kWh. This rate is included on the Cost Adjustment Summary line on your bill, which includes several other rates approved by the Commission in addition to the TFA.

#### Residential Electric Service – SD710

The chart below illustrates the bill impacts of the TFA rate.

Usage (kWh)	Prior Rates				New Rates				Amount of Bill Increase	Percent Increase
	Other Rates	Prior TFA Rate	Prior TFA	Prior Bill	Other Rates	New TFA Rate	New TFA	New Bill Amount		
400	\$62.34	\$0.00010	\$0.04	\$62.38	\$62.34	\$0.00015	\$0.06	\$62.40	\$0.02	0.03%
500	\$75.61	\$0.00010	\$0.05	\$75.66	\$75.61	\$0.00015	\$0.08	\$75.69	\$0.03	0.03%
650	\$95.52	\$0.00010	\$0.07	\$95.59	\$95.52	\$0.00015	\$0.10	\$95.62	\$0.03	0.03%
700	\$102.14	\$0.00010	\$0.07	\$102.21	\$102.14	\$0.00015	\$0.11	\$102.25	\$0.04	0.03%
1000	\$141.96	\$0.00010	\$0.10	\$142.06	\$141.96	\$0.00015	\$0.15	\$142.11	\$0.05	0.04%
2000	\$274.67	\$0.00010	\$0.20	\$274.87	\$274.67	\$0.00015	\$0.30	\$274.97	\$0.10	0.04%

#### For more information

You may examine the South Dakota rates by visiting <http://www.blackhillsenergy.com/rates>.