

BLACK HILLS POWER, INC.
CLASS ALLOCATION OF THE RATE INCREASE
FOR THE PRO FORMA TEST YEAR ENDED SEPTEMBER 30, 2013

Exhibit 2

| LINE NO. | | REVENUE FROM SALES | | | | |
|---|---|----------------------|-----------------------|-----------------------|---------------------|--------------|
| | | kWh | PRESENT RATES | SETTLEMENT RATES | PROPOSED INCREASE | |
| | | | | AMOUNT | % INCREASE | |
| RESIDENTIAL SERVICE | | | | | | |
| 1 | Residential | 333,179,776 | \$ 43,509,089 | \$ 45,870,481 | \$ 2,361,392 | 5.43% |
| 2 | Residential Total Electric | 88,923,685 | \$ 9,448,365 | \$ 9,758,576 | 310,210 | 3.28% |
| 3 | Residential Demand Metered | 90,666,049 | \$ 8,135,499 | \$ 8,540,794 | 405,295 | 4.98% |
| 4 | Utility Controlled Residential (Closed) | 131,002 | \$ 8,731 | \$ 8,984 | 253 | 2.89% |
| 5 | TOTAL Residential Service | 512,900,512 | \$ 61,101,685 | \$ 64,178,834 | \$ 3,077,150 | 5.04% |
| 6 | | | | | | |
| 7 | | | | | | |
| SMALL GENERAL SERVICE | | | | | | |
| 9 | General Service | 356,168,400 | \$ 46,242,061 | \$ 47,850,329 | 1,608,268 | 3.48% |
| 10 | General Service - Total Electric | 38,153,493 | \$ 4,314,389 | \$ 4,457,596 | 143,207 | 3.32% |
| 11 | Irrigation Pumping | 887,365 | \$ 119,166 | \$ 122,545 | 3,379 | 2.84% |
| 12 | Utility Controlled General Service (Closed) | 2,375,455 | \$ 166,068 | \$ 171,684 | 5,616 | 3.38% |
| 13 | Energy Storage Service | 4,800,579 | \$ 374,486 | \$ 387,819 | 13,333 | 3.56% |
| 14 | Municipal Pumping Service | 23,373,116 | \$ 2,062,417 | \$ 2,126,893 | 64,476 | 3.13% |
| 15 | Small Interruptible General Service (Closed) | 211,580 | \$ 19,185 | \$ 19,774 | 589 | 3.07% |
| 16 | TOTAL Small General Service | 425,969,988 | \$ 53,297,772 | \$ 55,136,640 | \$ 1,838,869 | 3.45% |
| 17 | | | | | | |
| 18 | | | | | | |
| LIGHTING SERVICE | | | | | | |
| 20 | Public or Private Area Lighting | 3,937,907 | \$ 611,640 | \$ 633,371 | 21,731 | 3.55% |
| 21 | Street Lighting Service-Company Owned | 3,577,040 | \$ 794,414 | \$ 824,091 | 29,677 | 3.74% |
| 22 | Street Lighting Service-Customer Owned | 5,987,037 | \$ 482,114 | \$ 496,520 | 14,406 | 2.99% |
| 23 | Traffic Signals | 706,762 | \$ 78,092 | \$ 82,136 | 4,044 | 5.18% |
| 24 | Rental/Facilities | - | \$ 58,943 | \$ 58,943 | - | 0.00% |
| 25 | TOTAL Lighting Service | 14,208,746 | \$ 2,025,202 | \$ 2,095,061 | \$ 69,858 | 3.45% |
| 26 | | | | | | |
| 27 | | | | | | |
| LARGE GENERAL SERVICE & INDUSTRIAL | | | | | | |
| 29 | General Service - Large (69 kV) | 20,550,893 | \$ 1,479,881 | \$ 1,540,430 | 60,549 | 4.09% |
| 30 | General Service - Large (Primary and Secondary) | 125,655,017 | \$ 11,678,666 | \$ 12,284,988 | 606,322 | 5.19% |
| 31 | General Service - Large (Optional Combined Account Billing) | 199,897,157 | \$ 17,418,749 | \$ 18,199,859 | 781,110 | 4.48% |
| 32 | Large Demand Curtailable Service | 998,721 | \$ 71,582 | \$ 74,813 | 3,231 | 4.51% |
| 33 | Industrial Contract Service (69 kV) | 96,403,799 | \$ 5,336,167 | \$ 5,545,434 | 209,267 | 3.92% |
| 34 | Forest Products Service - Primary | 74,131,937 | \$ 4,941,885 | \$ 5,156,440 | 214,555 | 4.34% |
| 35 | Forest Products Service - Secondary | 11,054,048 | \$ 898,866 | \$ 928,488 | 29,623 | 3.30% |
| 36 | TOTAL Large General Service & Industrial | 528,691,572 | \$ 41,825,795 | \$ 43,730,452 | \$ 1,904,657 | 4.55% |
| 37 | | | | | | |
| 38 | | | | | | |
| 39 | TOTAL SOUTH DAKOTA REVENUE FROM SALES | 1,481,770,818 | \$ 158,250,454 | \$ 165,140,987 | \$ 6,890,534 | 4.35% |