

**BLACK HILLS POWER, INC.**  
SD PUBLIC UTILITIES COMMISSION  
DOCKET NO. EL15-049 – Line Extension Policy

REQUEST DATE : January 14, 2016  
RESPONSE DATE : February 2, 2016  
REQUESTING PARTY : South Dakota Public Utilities Commission

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**SDPUC Request 1-4:**

How does BHP figure the annual revenue amounts based on customer usage representations?  
Provide an example of one of these calculations.

**Response to SDPUC Request 1-4:**

Black Hills Power calculates the annual revenue amounts for each Applicant based on the average usage under the appropriate rate schedule (Residential Service, Total Electric Residential Service, or Residential Demand Service), less the revenues associated with any taxes. Please see Attachment 1-4 Residential Line Extension Allowances for an example of this calculation.

**Attachments:** 1-4 Residential Line Extension Allowances