Proposed Customer Bill Notice

Black Hills Power, Inc.

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, 2015, and will decrease from \$0.00023 per kWh to \$0.00012 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.

	Prior Rates				New Rates								
		Prior				New					A	mount	
Usage	Other	TFA	Prior	Prior	Other	TFA		New	N	ew Bill o		of Bill	Percent
(kWh)	Rates	Rate	TFA	Bill	Rates	Rate		TFA	Amount		Decrease		Decrease
400	\$ 64.75	\$0.00023	\$0.09	\$64.84	\$64.75	\$0.00012	\$	0.05	\$	64.80	\$	(0.04)	(0.06%)
500	\$ 78.44	\$0.00023	\$0.12	\$78.56	\$78.44	\$0.00012	\$	0.06	\$	78.50	\$	(0.06)	(0.08%)
650	\$ 98.97	\$0.00023	\$0.15	\$99.12	\$98.97	\$0.00012	\$	0.08	\$	99.05	\$	(0.07)	(0.07%)
700	\$ 105.81	\$0.00023	\$0.16	\$105.97	\$105.81	\$0.00012	\$	0.08	\$	105.89	\$	(0.08)	(0.08%)
1000	\$ 146.87	\$0.00023	\$0.23	\$147.10	\$146.87	\$0.00012	\$	0.12	\$	146.99	\$	(0.11)	(0.07%)
2000	\$ 283.74	\$0.00023	\$0.46	\$284.20	\$283.74	\$0.00012	\$	0.24	\$	283.98	\$	(0.22)	(0.08%)

For more information

You may examine the South Dakota rates by visiting http://www.blackhillspower.com/rates.