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November 19, 2020

Ms. Patricia Van Gerpen Executive Director South Dakota Public Utilities Commission Capitol Building, 1<sup>st</sup> floor 500 E. Capitol Ave. Pierre, SD 57501-5070

## **RE:** APPLICATION TO TERMINATE THE ENERGY SOLUTION ADJUSTMENT RATE TARIFF AND THE ENERGY SOLUTIONS ADJUSTMENT RATE COMMODITY BALANCING ACCOUNT

Dear Ms. Van Gerpen:

On October 1, 2020, Black Hills Power, Inc. d/b/a Black Hills Energy ("BHP") filed an application with the Commission requesting the Commission's approval to apply the residual Commodity Balancing Account under-collected balance of \$160,556 to the Energy Cost Adjustments ("ECA") mechanism as a charge in the next ECA filing due no later than May 10, 2021. Since the filing of this application, the actual Energy Efficiency Solutions Adjustment revenue through October and forecasted revenue in November has brought the balance down to \$5,175 for Residential customers and \$20,969 for Commercial and Industrial customers for a total under-collected balance of \$26,969. After discussions with Commission Staff, BHP does not further request Commission's approval for the residual Commodity Balancing under-collected balance to be charged to the next ECA filing. BHP will forego the collection of this balance.

BHP has attached a current rate sheet with an updated under-collected balance as of October 31, 2020.

Please contact me if you have any questions.

Sincerely,

Jason S. Keil Manager - Regulatory & Finance