

Black Hills Power, Inc.
Cost of Service Model Description

Statement Q

20:10:13:101. Statement Q -- Description of utility operations. Statement Q shall include a description of the utility's area and diversity of operations, including miles of lines and generating stations operated and a breakdown of sales between jurisdictional and nonjurisdictional. A concise statement of the last rate case of the filing public utility, whether or not it was concluded at the time of the filing of the current rate increase, shall also be included.

Source: 2 SDR 90, effective July 7, 1976; 12 SDR 151, 12 SDR 155, effective July 1, 1986.

General Authority:SDCL [49-34A-4](#).

Law Implemented:SDCL [49-34A-10](#), [49-34A-12](#), [49-34A-41](#).

BLACK HILLS POWER, INC., d/b/a BLACK HILLS ENERGY
DESCRIPTION OF UTILITY OPERATIONS
For the Test Period Ended September 30, 2025

Black Hills Power is a subsidiary of Black Hills Corporation and serves approximately 78,000 residential, commercial, industrial, and municipal customers across 43 communities with a three-state service territory that includes southwest South Dakota, northeast Wyoming, and a small area of southeast Montana. Black Hills Power generates, transmits, and distributes electric service in its three-state service territory. Black Hills Power's generation portfolio consists of three coal fired generating units, seven natural gas fired generating units, five diesel generating units, one wind generating unit, and purchase power agreements for one solar generating unit and two wind generating units. Approximately 75,000 of Black Hills Power's customers are located in southwest South Dakota, approximately 2,700 of Black Hills Power's customers are located in northeast Wyoming, and approximately 40 of Black Hills Power's customers are located in southeast Montana.

Black Hills Power's last rate review application was filed with the South Dakota Public Utilities Commission on March 31, 2014, and placed interim rates into effect on October 1, 2014.