

**Report of Tariff Change**

**Name of Utility:** Black Hills Power Inc.; PO Box 1400, 625 Ninth Street, Rapid City, SD 57709

**Address of Main Office:** PO Box 1400, 625 Ninth Street, Rapid City, SD 57709

**Changes to Black Hills Power Inc.'s South Dakota Electric Rate Book:**

- Section No. 3C, Fourth Revised Sheet No. 11
- Section No. 3C, First Revised Sheet No. 12
- Section No. 3C, First Revised Sheet No. 16
- Section No. 3C, First Revised Sheet No. 17
- Section No. 1, Twenty Second Revised Sheet No. 1
- Section No. 1, Seventeenth Revised Sheet No. 3
- Section No. 3C, Fifth Revised Sheet No. 1
- Section No. 3C, Fifth Revised Sheet No. 8
- Section No. 3C, Fifth Revised Sheet No. 5
- Section No. 3C, Fourth Revised Sheet No. 5A

**Description of the change:** Electric Cost Adjustment to be implemented June 1, 2011

**Reason for the change:** To reflect the increase in the cost of service, as determined by the Transmission Costs Adjustment, and the Fuel and Purchased Power Adjustment.

	<b>Present Rate</b> ¢/kWh	<b>Proposed Rate</b> ¢/kWh
Total Residential Service	0.000	0.170
Total Small General Service	0.000	0.240
Total Large General Service	0.000	0.160
Total Industrial Contract	0.000	0.220
Total Lighting Service	0.000	0.180

**Approximation of annual amount of increase/(decrease) in revenue:** \$1,000,000

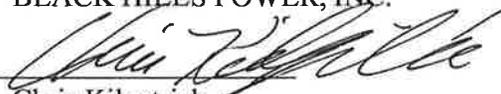
**Points affected:** Approximately 64,000 South Dakota retail customers

**Increase/(decrease) to cost of service:** Approximately \$1,000,000

**Remarks:** The facts, opinions, documents and exhibits needed to support the proposed changes are included in the Application and exhibits thereto.

BLACK HILLS POWER, INC.

By: \_\_\_\_\_

  
Chris Kilpatrick  
Director of Rates-Electric Regulation