

The following sections apply to all Black Hills Power, Inc. rate schedules:

AVAILABLE

At points on the Company's existing secondary distribution lines supplied by its interconnected transmission system within Butte, Custer, Fall River, Lawrence, Meade, and Pennington counties of South Dakota.

PAYMENT

Net monthly bills are due and payable twenty days from the date of the bill, and after that date the account becomes delinquent. A late payment charge of 1.5% on the current unpaid balance shall be calculated and included as part of each monthly billing. A non-sufficient funds charge of \$15.00 shall apply to process a payment from a customer that is returned to the Company by the bank as not payable. If a bill is not paid, the Company shall have the right to suspend service, providing ten (10) days written notice of such suspension has been given. When service is suspended for nonpayment of a bill, a Customer Service Charge will apply.

TAX ADJUSTMENT

Bills computed under the above rate shall be adjusted by the applicable proportionate part of any impost, assessment or charge imposed or levied by any governmental authority as a result of laws or ordinances enacted, which is assessed or levied on the basis of revenue for electric energy or service sold, and/or the volume of energy generated and sold.

RESIDENTIAL SERVICE ***R-14***

Billing Code 10

APPLICABLE

To a single-family private dwelling unit supplied through one meter for domestic use including lighting, cooking, and other household uses.

This schedule is not applicable to a residence that is used for commercial, professional, or another gainful enterprise; however, if the domestic use can be separately metered, this schedule is applicable to the metered domestic portion of energy use.

A single-family dwelling in which four sleeping rooms or more are rented or are available for rent, is considered non-domestic and the applicable General Service Rate shall apply.

CHARACTER OF SERVICE

Alternating current, 60 hertz, single phase, at nominal voltages of 120 or 120/240 volts.

NET MONTHLY BILL

<u>Rate</u>
<u>Customer Charge</u> \$8.00
<u>Energy Charge</u> All Usage at 8.41¢ per kWh
<u>Minimum</u> The Customer Charge

TERMS AND CONDITIONS

1. Service will be rendered under the Company's General Rules and Regulations.

2. Service provided hereunder shall be on a continuous basis. Customers requesting service for cottages or cabins if discontinued and then resumed within twelve months after service was first discontinued shall pay all charges that would have been billed had service not been discontinued.
3. Company-approved water heaters shall have a tank capacity of not less than 30 gallons and an electric capacity of not more than 4,500 watts at 240 volts. If two elements are used, interlocking controls are required to prevent simultaneous operation.
4. The Company reserves the right to limit electrical demand during time of the Company's peak load.

TOTAL ELECTRIC RESIDENTIAL SERVICE ***RTE-14***

Billing Code 12

APPLICABLE

To a single-family private dwelling unit supplied through one meter for all domestic use, including lighting, cooking, household electrical appliances, water heating, space heating, and air conditioning, where electric service is the only source of energy for the dwelling unit, except energy provided by wood burning fireplaces used primarily for aesthetic purposes.

This schedule is not applicable to a residence which is used for commercial, professional or any other gainful enterprise; however, if the domestic use can be separately metered, this schedule is applicable to the metered domestic portion of energy use.

A single-family dwelling in which four sleeping rooms or more are rented or are available for rent, is considered non-domestic and the applicable General Service rate shall apply.

CHARACTER OF SERVICE

Alternating current, 60 hertz, single phase, at a nominal voltage of 120/240 volts.

NET MONTHLY BILL

<u>Rate</u>
<u>Customer Charge</u> \$10.50
<u>Energy Charge</u> All usage at 6.81¢ per kWh
<u>Minimum</u> The Customer Charge

TERMS AND CONDITIONS

1. Service will be rendered under the Company's General Rules and Regulations.
2. Service provided hereunder shall be on a continuous basis.
3. Company-approved water heaters shall have a tank capacity of not less than 30 gallons and an electric capacity of not more than 4,500 watts at 240 volts. If two elements are used, interlocking controls are required to prevent simultaneous operation.
4. The Company reserves the right to limit electrical demand during time of the Company's peak load.

RESIDENTIAL DEMAND SERVICE (OPTIONAL) ***RD-5***

Billing Code 14

APPLICABLE

At the customer's election, to any single-family private dwelling unit supplied

through one meter with qualifying minimum usage of 1,000 kWh per month on average. This rate will be applicable for service provided during the first complete billing period following the installation of appropriate metering equipment.

This schedule is not applicable to a residence that is used for commercial, professional, or any other gainful enterprise; however, if the domestic use can be separately metered, this schedule is applicable to the metered domestic portion of energy use.

A single-family dwelling in which four sleeping rooms or more are rented or are available for rent is considered non-domestic and the applicable General Service Rate shall apply.

CHARACTER OF SERVICE

Alternating current, 60 hertz, single phase, at nominal voltages of 120/240 volts.

NET MONTHLY BILL

<u>Rate</u>
<u>Customer Charge</u> \$11.50
<u>Energy Charge</u> All usage at 3.26¢ per kWh
<u>Demand Charge</u> All kW of Billing Demand at \$5.65 per kW
<u>Demand Charge</u> - Off-Peak (Maximum Value Option) All Off-Peak kW of Billing Demand exceeding 3.0 times On-Peak Demand at \$5.65 per kW
<u>Minimum</u> The Customer Charge

BILLING DEMAND

Customer's average kilowatt load during the fifteen-minute period of maximum use during the month.

MAXIMUM VALUE OPTION

Optional time-of-use metering is available for customers owning demand controllers ready to receive a control signal. When a residential time-of-use meter is used for billing purposes, the Billing Demand is the customer's average kilowatt load during the fifteen minute period of maximum On-Peak use during the month. Maximum off-peak demand will be limited to 3 times the On-Peak demand setting in all new demand controller installations. Company may consider programming customer's existing demand controller to limit off-peak use to 3 times the On-Peak setting, depending on the size of the customer's off-peak load. The On-Peak periods are Monday through Friday, 7:00 a.m. to 11:00 p.m. from November 1st through March 31st and Monday through Friday, 10:00 a.m. to 10:00 p.m. from April 1st through October 31st. In addition to the normal Off-Peak periods, the following holidays are considered Off-Peak: New Year's Day, President's Day, Memorial Day, Independence Day, Labor Day, Veteran's Day, Thanksgiving Day, and Christmas Day.

TERMS AND CONDITIONS

1. Service will be rendered under the Company's General Rules and Regulations.
2. Service provided hereunder shall be on a continuous basis. Service under this rate shall be for a minimum of twelve consecutive months and thereafter unless the customer then elects to have service provided under other applicable residential service rates.

3. Company-approved water heaters shall have a tank capacity of not less than 30 gallons and an electric capacity of not more than 4,500 watts at 240 volts. If two elements are used, interlocking controls are required to prevent simultaneous operation.

UTILITY CONTROLLED RESIDENTIAL SERVICE (OPTIONAL) ***UCR-4***

Billing Code 17

APPLICABLE

At the customer's election, to any single-family dwelling unit where the energy use meets minimum usage qualifications in any monthly billing period; provided, the customer agrees to allow the Company to interrupt, at any time, a minimum of 4kW of Company approved permanently connected customer designated loads separately metered from the residential service. Company approved loads will include, but are not limited to, water heating and dual fuel heating systems. Utility controlled service is limited to use which, if interrupted, would not in the opinion of the Company endanger health or safety.

CHARACTER OF SERVICE

Alternating current, 60 hertz, single phase, at nominal voltages of 120 or 120/240 volts except that an interruptible circuit of at least 4kW will be controlled by the Company.

NET MONTHLY BILL

<u>Rate</u>
<u>Customer Charge</u> \$5.00 per month
<u>Energy Charge</u> All usage at 4.53¢ per kWh
<u>Minimum</u> The Customer Charge

TERMS AND CONDITIONS

1. Service will be rendered under the Company's General Rules and Regulations.
2. Service provided hereunder shall be on a continuous basis. Service under this rate shall be for a minimum of twelve consecutive months and thereafter unless the customer then elects to have service provided under the other applicable residential service rates.
3. Company will supply and maintain the necessary metering and controls. Wiring by the customer shall be such that meters and controls are located outside the building; where the meters and controls are separate, they shall be located as close together as possible. Where necessary, the customer shall supply and maintain the necessary low voltage relay in a Company approved sealable enclosure to enable Company to control customer's loads. For large controlled loads, the customer's controllable load interrupting device may, with Company approval, be located inside the building adjacent to customer's main disconnects.
4. Customer's interruptible loads will be controlled by the Company's control equipment and the maximum hours of interruption will not exceed 700 hours per year.

PRIVATE OR PUBLIC AREA LIGHTING ***PAL-17***

Billing Code 24

APPLICABLE

To any customer who contracts for the illumination of outdoor areas of private or public property.

NATURE OF SERVICE

The Company will install, own and operate the necessary Mercury Vapor (MV) or High Pressure Sodium Vapor (HPSV) Fixture(s). Energy-only service is also available for customer-owned Mercury Vapor and High-Pressure Sodium Vapor installations.

NET MONTHLY BILL

Rate

- a. For Luminaries in fixtures supported by a bracket not exceeding four feet in length, mounted on existing wood poles and connected to an existing secondary circuit:

Nominal Lamp Rating

9,500	Lumen HPSV Luminaire	(100 Watt)	\$ 8.45 per unit
27,500	Lumen HPSV Luminaire	(250 Watt)	\$14.90 per unit
7,000	Lumen MV Luminaire	(175 Watt)	\$ 8.50 per unit
20,000	Lumen MV Luminaire	(400 Watt)	\$14.90 per unit

- b. For standard floodlight fixtures consisting of enclosed Mercury Vapor or High-Pressure Sodium Vapor lamps supported by a bracket not exceeding two feet in length:

Nominal Lamp Rating

27,500	Lumen HPSV Floodlight	(250 Watt)	\$20.15 per unit
50,000	Lumen HPSV Floodlight	(400 Watt)	\$36.85 per unit
20,000	Lumen MV Floodlight	(400 Watt)	\$20.15 per unit
55,000	Lumen MV Floodlight	(1,000 Watt)	\$36.85 per unit

- c. For customer installations connected to an existing secondary circuit:

Nominal Lamp Rating

2,200	Lumen HPSV Luminaire	(35 Watt)	\$1.75 per unit
4,000	Lumen HPSV Luminaire	(50 Watt)	\$1.90 per unit
6,400	Lumen HPSV Luminaire	(70 Watt)	\$2.30 per unit
9,500	Lumen HPSV Luminaire	(100 Watt)	\$3.25 per unit
27,500	Lumen HPSV Luminaire	(250 Watt)	\$6.60 per unit
127,000	Lumen HPSV Luminaire	(1,000 Watt)	\$24.85 per unit
7,000	Lumen MV Luminaire	(175 Watt)	\$4.90 per unit
11,000	Lumen MV Luminaire	(250 Watt)	\$6.60 per unit
20,000	Lumen MV Luminaire	(400 Watt)	\$10.75 per unit

- d. For special installations involving material and equipment not included in "a" and "b" above, the charge per month shall be as follows: Charge for Luminaires same as "a" above; or for Floodlights same as "b" above, plus 1.25% of Company's actual investment in such installation (which shall include poles, wire and all other materials and installation costs).

TERMS AND CONDITIONS

1. Standard fixtures available for installation hereunder shall be determined by the Company on the basis of quality, capital and maintenance costs, long-term availability and other factors.
2. Company will install fixtures only on poles having available space.
3. Fixtures shall be operated by photo-electric control to provide service from approximately one-half hour after sunset to one-half hour before sunrise.
4. Customer shall assume responsibility for notifying Company when Company's fixtures are inoperative.
5. Replacement of lamps due to ordinary burnout shall be made at Company expense during regularly scheduled working hours. Replacement because of breakage for any reason shall be charged to customer at Company's cost.
6. Customer shall provide or secure all necessary right-of-way permits and/or easements needed to provide service under this schedule.
7. Company may refuse to install or may remove from service upon notice to customer any fixture provided for herein for any reason, including but not limited to the following: relocation of distribution facilities and where such fixture or its operation could cause an unsatisfactory condition affecting the quality of life in the immediate area, or public safety, or could be in violation of any local ordinance or development restriction.

8. Energy-only service is available only to customers who install, own and maintain all required electric and lighting facilities past the Company's existing secondary circuit at which electric service is provided.
9. Service will be rendered under the Company's General Rules and Regulations.
10. This schedule is predicated on continuous service of 12 months per year.

CONTRACT PERIOD

Service under this schedule shall be by written agreement for a minimum period of years as specified:

Service under Rate "a", Rate "b", and Rate "c" - two years.

Special installation under Rate "d" - ten years.

OTHER CHARGES

APPLICABLE

This schedule applies to all customers requesting service under any of the following rate schedules:

R-14	Regular Residential Service
RTE-14	Total Electric Residential Service
RD-5	Residential Demand Service (Optional)
UCR-4	Utility Controlled Residential Service (Optional)
PAL-17	Private or Public Area Lighting

ENERGY COST ADJUSTMENT

The above schedule of charges shall be adjusted in accordance with:

1. The Conditional Energy Cost Adjustment tariff.
2. The Transmission Cost Adjustment tariff.
3. The Steam Plant Fuel Cost Adjustment tariff.

When the billing period includes a change in the charges of an above referenced Energy Cost Adjustment tariff, the customer's bill shall be prorated accordingly.

RATE

CUSTOMER SERVICE CHARGE: \$20.00

TERMS AND CONDITIONS

1. The charge shall be billed to all customers applying for electric service under the applicable rate schedule in the first regular billing.
2. The Company shall make customer connections during normal business hours defined as 8:00 A.M. to 5:00 P.M., Monday through Friday, excluding legal holidays. If the Company is required to make connection other than during normal business hours, appropriate overtime fees shall be assessed.

RECONNECTION

Reconnection of a service which has been disconnected for non-payment of customer's utility account:

During regularly scheduled working hours: \$15.00

TERMS AND CONDITIONS

1. For re-establishment of service as the result of disconnection for non-payment of a bill, the charge shall be paid in advance of customer receiving power and energy from the Company.
2. The Company shall make customer connections for non-payment of a bill during normal business hours defined as 8:00 A.M. to 5:00 P.M., Monday through Friday, excluding legal holidays. If the Company is required to make connection other than during normal business hours, appropriate overtime fees shall be assessed.

Please direct all requests, inquiries, or complaints to your nearest Black Hills Power office. Your local telephone directory will give the office address and telephone number. Normal office hours are 8:00 a.m. to 12:00 noon and 1:00 p.m. to 5:00 p.m., Monday through Friday.

South Dakota District Offices

Belle Fourche
630 State Street
(605) 723-2460

Custer
447 Mt. Rushmore Road
(605) 673-4455

Deadwood/Lead
425 Cliff Street
(605) 722-2420

Hot Springs
401 N. River Street
(605) 745-3120

Newell
121 3rd Street
(605) 456-2896

Rapid City
409 Deadwood Avenue
(605) 721-2660

Spearfish
145 E. Hudson Street
(605) 722-2400

Sturgis
1060 Main Street
(605) 720-2440



www.blackhillspower.com

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Residential Electric Rates



Effective for service on and after
January 1, 2007

