

GLOSSARY OF TERMS

The following terms and abbreviations appear in the text of this report and have the definitions described below:

AFUDC	Allowance for Funds Used During Construction	EITF	Emerging Issues Task Force	MMcf	Million cubic feet	SFAS 106	SFAS 106, "Employer's Accounting for Post-retirement Benefits Other Than Pensions"
Allegheny	Allegheny Energy Supply Company, LLC	EITF 91-6	EITF No. 91-6, "Revenue Recognition of Long-Term Power Sales Contracts"	MMcfe	Million cubic feet equivalent	SFAS 109	SFAS 109, "Accounting for Income Taxes"
AOCl	Accumulated Other Comprehensive Income	EITF 98-10	EITF Issue No. 98-10, "Accounting for Contracts Involving Energy Trading and Risk Management Activities"	Moody's	Moody's Investors Service, Inc.	SFAS 123	SFAS 123, "Accounting for Stock-Based Compensation"
APB	Accounting Principles Board	EITF 99-19	EITF Issue No. 99-19, "Reporting Revenue Gross as a Principal versus Net as an Agent"	MTPSC	Montana Public Service Commission	SFAS 123(R)	SFAS 123 (Revised 2004), "Share-Based Payment"
APB 25	APB Opinion No. 25, "Accounting for Stock Issued to Employees"	EITF 02-3	EITF Issue No. 02-3, "Issues Involved in Accounting for Derivative Contracts Held for Trading Purposes and Contracts Involved in Energy Trading and Risk Management Activities"	MW	Megawatts	SFAS 132(R)	SFAS 132(R), "Employer's Disclosures about Pensions and Other Postretirement Benefits – an amendment of FASB Statements No. 87, 88 and 106"
Aquila	Aquila, Inc.	EITF 04-6	EITF Issue No. 04-6, "Accounting for Stripping Costs Incurred during Production in the Mining Industry"	MWh	Megawatt-hours	SFAS 133	SFAS 133, "Accounting for Derivative Instruments and Hedging Activities"
ARB	Accounting Research Bulletin	EMF	Electric and Magnetic Fields	NPC	Nevada Power Company	SFAS 133	SFAS 133, "Accounting for Derivative Instruments and Hedging Activities"
ARB No. 51	ARB No. 51, "Consolidated Financial Statements"	Enserco	Enserco Energy Inc., a wholly-owned subsidiary of Black Hills Energy, Inc.	NPDES	National Pollutant Discharge Elimination System	SFAS 141(R)	SFAS 141 (Revised 2007), "Business Combinations"
ARO	Asset Retirement Obligations	EPA	U. S. Environmental Protection Agency	PCBs	Polychlorinated Biphenyls	SFAS 142	SFAS 142, "Goodwill and Other Intangible Assets"
Basin Electric	Basin Electric Power Cooperative	EPA 2005	Energy Policy Act of 2005	PNM	PNM Resources, Inc.	SFAS 143	SFAS 143, "Accounting for Asset Retirement Obligations"
Bbl	Barrel	ESPP	Employee Stock Purchase Plan	PSCo	Public Service Company of Colorado	SFAS 144	SFAS 144, "Accounting for the Impairment of Long-lived Assets"
Bcf	Billion cubic feet	EWG	Exempt Wholesale Generator	PUCN	Public Utilities Commission of Nevada	SFAS 157	SFAS 157, "Fair Value Measurements"
Bcfe	Billion cubic feet equivalent	FASB	Financial Accounting Standards Board	PUHCA	Public Utility Holding Company Act of 1935	SFAS 158	SFAS 158, "Employer's Accounting for Defined Benefit Pension and Other Postretirement Plans, an Amendment of FASB Statements No. 87, 88, 106 and 132(R)"
BHC Pension Plan	The Pension Plan of Black Hills Corporation	FERC	Federal Energy Regulatory Commission	PURPA	Public Utility Regulatory Policies Act of 1978	SFAS 159	SFAS 159, "The Fair Value Option for Financial Assets and Financial Liabilities"
BHCCP	Black Hills Corporation Credit Policy	FIN 45	FASB Interpretation No. 45, "Guarantor's Accounting and Disclosure Requirements for Guarantees, Including Indirect Guarantees of Indebtedness of Others"	QF	Qualifying Facility	SFAS 160	SFAS 160, "Non-controlling Interest in Consolidated Financial Statements – an amendment of ARB No. 51"
BHCRPP	Black Hills Corporation Risk Policies and Procedures	FIN 46	FASB Interpretation No. 46, "Consolidation of Variable Interest Entities"	RCRA	EPA Resource Conservation and Recovery Act	SO₂	Sulfur Dioxide
BHEC	Black Hills Energy Capital, Inc.	FIN 46(R)	FASB Interpretation No. 46, "Consolidation of Variable Interest Entities Revised"	SAB	Staff Accounting Bulletin	S&P	Standard & Poor's Rating Service
BHEP	Black Hills Exploration and Production, Inc., a direct, wholly-owned subsidiary of Black Hills Energy, Inc.	FIN 48	FASB Interpretation No. 48, "Accounting for Uncertainty in Income Taxes – an Interpretation of FASB Statement 109"	SCE	Southern California Edison	TSA	Transmission Service Agreement
BHER	Black Hills Energy Resources, Inc., a direct, wholly-owned subsidiary of Black Hills Energy, Inc.	GAAP	Generally Accepted Accounting Principles	SDPUC	South Dakota Public Utilities Commission	USDHS	U.S. Department of Homeland Security
Black Hills Corporation Plan	Black Hills Corporation Retirement Savings Plan	GCA	Gas Cost Adjustment	SEC	U. S. Securities and Exchange Commission	VIE	Variable Interest Entity
Black Hills Energy	Black Hills Energy, Inc., a direct, wholly-owned subsidiary of the Company	Great Plains	Great Plains Energy Incorporated	SFAS	Statement of Financial Accounting Standards	WDEQ	Wyoming Department of Environmental Quality
Black Hills Generation	Black Hills Generation, Inc., a direct, wholly-owned subsidiary of Black Hills Energy, Inc.	IGCC	Integrated Gasification Combined Cycle	SFAS 13	SFAS 13, "Accounting for Leases"	WECC	Western Electricity Coordinating Council
Black Hills Power	Black Hills Power, Inc., a direct, wholly-owned subsidiary of the Company	Indeck	Indeck Capital, Inc.	SFAS 69	SFAS 69, "Disclosures about Oil and Gas Producing Activities – an amendment of FASB Statements 19, 25, 33 and 39"	WPSC	Wyoming Public Service Commission
Black Hills Wyoming	Black Hills Wyoming, Inc., an indirect, wholly-owned subsidiary of Black Hills Energy, Inc.	LIBOR	London Interbank Offered Rate	SFAS 71	SFAS 71, "Accounting for the Effects of Certain Types of Regulation"	WRDC	Wyodak Resources Development Corporation, a direct, wholly-owned subsidiary of Black Hills Energy, Inc.
Btu	British thermal unit	LOE	Lease Operating Expense	SFAS 87	SFAS 87, "Employers' Accounting for Pensions"		
CAMR	Clean Air Mercury Rule	Las Vegas I	Las Vegas I gas-fired power plant	SFAS 88	SFAS 88, "Employer's Accounting for Settlement and Curtailments of Defined Benefit Pension Plans and for Termination Benefits"		
CARB	California Air Resource Board	Las Vegas II	Las Vegas II gas-fired power plant				
Cheyenne Light	Cheyenne Light, Fuel and Power Company, a direct, wholly-owned subsidiary of the Company	MAPP	Mid-Continent Area Power Pool				
Cheyenne Light Pension Plan	The Cheyenne Light, Fuel and Power Company Pension Plan	Mbbl	Thousand barrels of oil				
Cheyenne Light Plan	Cheyenne Light, Fuel and Power Company Retirement Savings Plan	Mcf	Thousand cubic feet				
CO₂	Carbon Dioxide	Mcfe	Thousand cubic feet equivalent				
CRPP	Commodity Risk Policies and Procedures	MDU	Montana Dakota Utilities Company				
CT	Combustion turbine	MEAN	Municipal Energy Agency of Nebraska				
Dth	Dekatherms	MMBtu	Million British thermal units				
ECA	Electric Cost Adjustment						