

NOTICE OF PROPOSED TARIFF CHANGE

NOTICE IS HEREBY GIVEN that Black Hills Power, Inc. has filed an application with the South Dakota Public Utilities Commission ("Commission") requesting a revision to its Fuel and Purchased Power Adjustment ("FPPA") tariff provision.

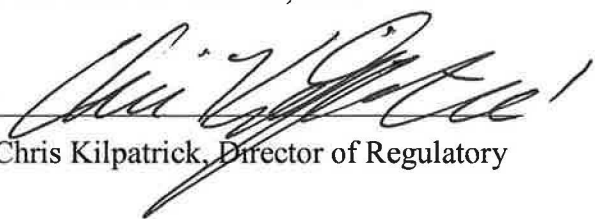
Black Hills Power uses natural gas to generate electricity and has concluded that a Cost of Service Gas Program ("COSG Program") will provide substantial, long-term benefits to its customers. The COSG Program is expected to reduce the customers' exposure to the volatility of gas market prices, to provide long-term price stability through a physical hedge, and to provide reasonably anticipated cost savings to customers over the long term, although the precise magnitude of potential savings cannot be quantified at the present time. The actual impact of the requested tariff change on individual customer bills will vary depending on the customer's rate class and amount of energy used and the long-term market price of natural gas supplies.

This notice will be included as part of the Company's application to the Commission.

The application, including the proposed new tariff, is available in Black Hills Power's office at 409 Deadwood Avenue, Rapid City, South Dakota for inspection during normal business hours. The application is also available in the local district offices of Black Hills Power. For additional information, you may visit the Company's website www.blackhillscorp.com or the Commission's website: www.puc.sd.gov. If you have any questions regarding the Company's application, please feel free to contact Black Hills Power at 1-800-742-8948.

BLACK HILLS POWER, INC.

By



Chris Kilpatrick, Director of Regulatory

Dated: 10-2-15