BEFORE THE PUBLIC SERVICE COMMISSION OF WYOMING

IN THE MATTER OF THE APPLICATION OF) BLACK HILLS GAS DISTRIBUTION, LLC) d/b/a BLACK HILLS ENERGY TO REVISE) LOST THE FUEL AND AND) UNACCOUNTED (FL&U) FOR GAS) PERCENTAGES IN THE CASPER, GILLETTE) AND TORRINGTON DIVISIONS)

DOCKET NO. 30022-286-GA-17 (RECORD NO. 14657)

NOTICE OF APPLICATION

(Issued May 1, 2017)

Pursuant to the Wyoming Administrative Procedure Act and the Wyoming Public Service Commission's (Commission) Rules, the Commission hereby gives notice of the application of Black Hills Gas Distribution, LLC d/b/a Black Hills Energy (BHE or the Company), for authority to revise the Fuel, Lost and Unaccounted for Gas Percentages (FL&U) in all of its Divisions, as more fully described below.

1. BHE is a natural gas public utility as defined by W.S. § 37-1-101(a)(vi)(D), subject to the Commission's jurisdiction pursuant to W.S. § 37-2-112.

2. On March 1, 2017, BHE filed an annual application requesting approval to revise its FL&U gas percentages as directed by the Commission. The Company seeks to [i] increase the percentage to mainline customers in its Casper Division; [ii] decrease the percentage to the distribution transportation customers in its Casper Division; [iii] decrease the percentage to the Choice Gas Program in its Casper Division; [iv] increase the percentage to storage injection in its Casper Division; [v] increase the percentage to the distribution transportation customers in the generative to the distribution transportation customers in the generative to the distribution transportation customers in the Gillette Division; [vi] decrease the percentage for reconciliation for the Choice Gas Program suppliers in the Gillette Division; [vii] increase the percentage to the distribution transportation customers in the Choice Gas Program suppliers in the Torrington Division; and [viii] decrease the percentage for reconciliation for the Choice Gas Program suppliers in the Torrington Division. Each increased or decreased FL&U percentage would apply to BHE's Casper, Gillette or Torrington Divisions for the current Choice Gas program year, June 1, 2017, through May 31, 2018.

3. The Company's proposed FL&U percentages for the Casper Division are [i] 0.554% for mainline system interconnect and mainline system end-users, [ii] 1.542% for Distribution End-Users, [iii] 0.554% for Mainline Transportation – Choice Gas Program, [iv] 3.403% for Storage Injection – Choice Gas Program and [v] 1.054% for Choice Gas Program Supplier FL&U Reconciliation process. The Company's proposed FL&U percentages for the Gillette Division are 3.244%, for Distribution System End-Users and 3.576%, for Choice Gas Program Supplier FL&U Reconciliation Process. The Company's proposed FL&U percentages for the Torrington Division are 0.264%, for Distribution System End-Users and 0.000% for Choice Gas Program Supplier FL&U Reconciliation Process. These figures would replace the current FL&U percentages approved in Docket No. 30022-264-GA-16.

4. This is not a complete description of the application. Interested persons may inspect the application at the Commission's offices in Cheyenne, Wyoming, and at any BHE office located in Casper, Gillette or Torrington, Wyoming.

5. Anyone wishing to file a statement, intervention petition, protest or request for a public hearing in this matter must do so in writing filed with the Commission on or before May 23, 2017. Any intervention request filed with the Commission shall set forth the grounds of the proposed intervention or request for hearing as well as the position and the interest of the petitioner in this proceeding. Please be sure to mention Docket No. 30022-286-GA-17 in all correspondence with the Commission.

6. If you wish to intervene in this matter or request a public hearing which you will attend, and you require reasonable accommodation for a disability, call the Commission at (307) 777-7427 or write to the Commission, 2515 Warren Avenue, Suite 300, Cheyenne, Wyoming 82002. Communications-impaired persons may contact the Commission through Wyoming Relay at 711.

Dated: May 1, 2017.

7. Published notice in this matter shall consist of paragraphs 1 through 6 hereof.

8. This *Notice of Application* is effective immediately.

MADE AND ENTERED at Cheyenne, Wyoming, on May 1, 2017.

BY ORDER OF THE COMMISSION:



STEVE MINK, Assistant Secretary Wyoming Public Service Commission 2515 Warren Ave., Suite 300 Cheyenne, WY 82002