

July 16, 2008

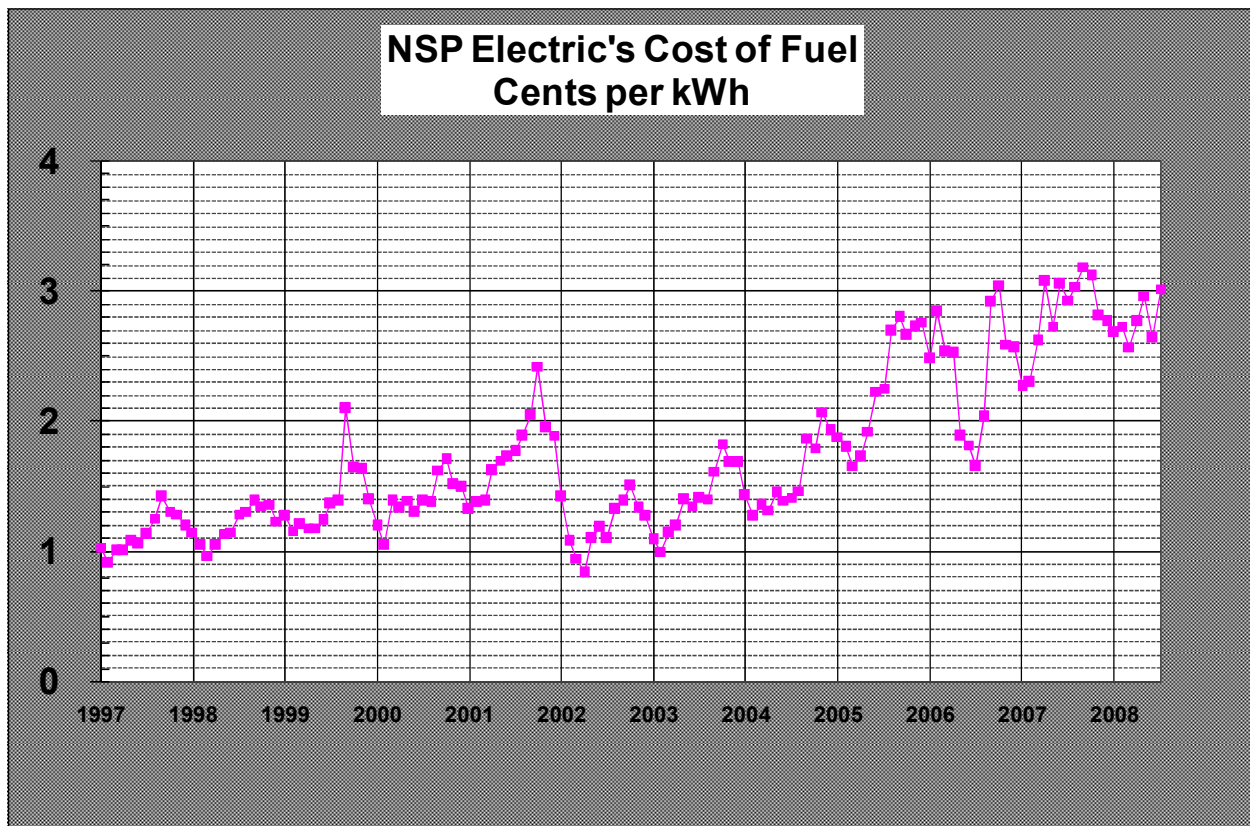
**Northern States Power Company
July 2008
Fuel Cost Adjustment**

Case No. PU-08-426

NSP increased its electric fuel cost adjustment by 0.379 cents per kWh from 1.546 cents per kWh. The resulting fuel cost adjustment for July is 1.925 cents per kWh.

Combining NSP's fuel cost adjustment with its 1.092 cents per kWh base cost of fuel already included in base tariff rates brings NSP's total average cost of fuel and purchased energy for billing during the month of July to 3.017 cents per kWh as shown on the graph below.

As a result of this change, the electric bill for a typical NSP residential customer consuming 750 kWh will increase by \$2.84 for bills rendered during the month of July.



JRL