



414 Nicollet Mall  
Minneapolis, Minnesota 55401

—Via Electronic Filing—

September 29, 2010

Darrell Nitschke  
Executive Secretary  
North Dakota Public Service Commission,  
State Capitol  
600 East Boulevard  
Bismarck, ND 58505-0480

**Re: October 2010 Fuel Cost Charge**

Dear Mr. Nitschke:

Northern States Power Company, a Minnesota corporation operating in North Dakota hereby submits electric fuel cost charge (FCC) for October 2010.

Pursuant to the Commission authorization of the final compliance tariffs in Company's 2007 rate proceeding (Docket No. PU-07-776) to implement new rates beginning March 1, 2009, a "multi-class" fuel cost mechanism replaced the previously single-factor mechanism. The October 2010 system FCC is based on the average of the most recent four-month actual fuel cost plus the "True-up" factor, reflecting cost recovery deviations from the August 2010 calendar month.

The former system average monthly fuel cost charge is now differentiated into 6 customer class categories (see derivation of these factors on Attachment 1, page 2 to 4).

The table below shows the new Fuel Cost Charge by customer class category:

<b>October 2010</b>	<b>Fuel Cost Charge (\$/kWh)</b>
<b>Residential</b>	0.02885
<b>C &amp; I Non-Demand</b>	0.03056
<b>C &amp; I Demand</b>	0.02961
<b>C &amp; I Demand Time of Day On-Peak</b>	0.03806
<b>C &amp; I Demand Time of Day Off-Peak</b>	0.02239
<b>Outdoor Lighting</b>	0.02054

## **MISO CHARGES IMPLEMENTATION**

### MISO Day 2 Charges

This filing includes our reporting of the Midwest Independent Transmission System Operator, Inc. (“MISO”) charges under the Day 2 Market. Pursuant to the Commission’s Order (Docket No. PU-05-147) dated April 6, 2005 and the Order in Docket PU-07-776, Xcel Energy is authorized to recover MISO Day 2 costs. The March FCC 2009 reflected the new MISO Day 2 charge types: 3 Auction Revenue Rights (ARR) and 3 new Financial Transmission Rights (FTR) charge types<sup>1</sup>, to be reflected in Fuel Cost Rider. Consistent with this Order and the required “net” accounting of Day 2 costs and revenues, we have included in the October FCC, the net MISO Day 2 costs for August 2010 as recorded in Account 555. The MISO Day 2 cost recovery included in this October FCC is \$19,693,487, which is the net of many items. Pursuant to the above mentioned Orders, the Company also provides more detailed records in Attachment 2, page 1 to support the calculation of the MISO Day 2 costs.

On May 6, 2009 FERC issued Order (Docket No. EL07-86-005, *et al.*) reversing portions of the prior decision (November 2008) on MISO RSG that resulted in a resettlement adjustment in FCC. The Company is in the process of evaluating this reversal impact and will reflect this adjustment in the subsequent FCC.

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<sup>1</sup> Previously embedded in other FTR charge types.

## MISO ASM Charges

With the implementation of the MISO Ancillary Services Market (ASM) on January 6, 2009, the net costs or revenues of 14 new ASM charges types are included in the Fuel Cost Rider, pursuant to the Commission guidance in Docket No. PU-09-016. Consistent with the MISO order and the required “net” accounting of ASM costs and revenues, we include in the October FCC, the net MISO ASM costs for August 2010 as recorded in Account 555. The MISO ASM cost recovery included in this October FCC is -\$1,843,516, which is the net of many items. The detailed records are contained in Attachment 2, page 2.

## **REFUNDS**

Pursuant to the above referenced Order Adopting Settlement, the August 2010 Asset Based Margin amount of \$89,219 has been included in the October Fuel Cost Charges. The detailed records are contained in Attachment 3, page 1. Starting from February 2010, the 2009 retail share of the Non-Asset Based Margins will be credited to the monthly FCC over the following 12-month period only if the calendar year balance is positive. The realized North Dakota retail share of 2009 Non-Asset Based Margin credit is \$201,971 and this credit amount will be distributed equally each month over the following 12-month period. The refund reflected in the October FCC is \$16,272, or 0.009¢ per kWh (system basis). Attachment 3, page 2 contains the derivation of this refund amount.

## **OTHER REPORTING ITEM**

Attachment is the calculation of the October FCC, as well as a statistical summary of energy sources and costs, compared to the previous month.

If you have any questions regarding the information contained in this filing, please contact Dave Sederquist in Fargo at 701-241-8632.

Sincerely,

/ S /

Phillip J. Zins  
Manager, Pricing and Planning  
Enclosures (2)  
CC: David H. Sederquist

Northern States Power Company, A Minnesota Corporation & Wholly Owned Subsidiary of Xcel Energy Inc.  
 Electric Operations - State of North Dakota  
 Derivation of Adjustment for Fuel Clause Rider  
 Current Period Cost of Energy for Oct-2010

Oct-2010 Fuel Cost Charges	Fuel Cost Factor	Energy True-Up Factor	Others or Refunds	Base & FCA Factor
<b>System</b>	\$0.02902	\$0.00054	-\$0.00059	\$0.02897
<b>Residential</b>	\$0.02889	\$0.00054	-\$0.00059	\$0.02885
<b>C &amp; I Non-Demand</b>	\$0.03061	\$0.00057	-\$0.00062	\$0.03056
<b>C &amp; I Demand Non-TOD</b>	\$0.02966	\$0.00055	-\$0.00060	\$0.02961
<b>C &amp; I Demand TOD On-Peak</b>	\$0.03812	\$0.00071	-\$0.00077	\$0.03806
<b>C &amp; I Demand TOD Off-Peak</b>	\$0.02242	\$0.00042	-\$0.00045	\$0.02239
<b>Outdoor Lighting</b>	\$0.02057	\$0.00038	-\$0.00042	\$0.02054
<b>Residential</b>				
Residential Service	\$ 0.02889	\$ 0.00054	\$ (0.00059)	\$ 0.02885
Residential TOD	\$ 0.02889	\$ 0.00054	\$ (0.00059)	\$ 0.02885
Residential - Underground	\$ 0.02889	\$ 0.00054	\$ (0.00059)	\$ 0.02885
Residential TOD - Underground	\$ 0.02889	\$ 0.00054	\$ (0.00059)	\$ 0.02885
Energy Control - (Non-Demand)	\$ 0.02889	\$ 0.00054	\$ (0.00059)	\$ 0.02885
Limit Off Peak	\$ 0.02889	\$ 0.00054	\$ (0.00059)	\$ 0.02885
<b>C &amp; I Non-Demand</b>				
Energy Controlled - (Non-Demand)	\$ 0.03061	\$ 0.00057	\$ (0.00062)	\$ 0.03056
Limit Off Peak	\$ 0.03061	\$ 0.00057	\$ (0.00062)	\$ 0.03056
Small General Service	\$ 0.03061	\$ 0.00057	\$ (0.00062)	\$ 0.03056
Small General TOD - Metered	\$ 0.03061	\$ 0.00057	\$ (0.00062)	\$ 0.03056
Small General TOD - Unmetered	\$ 0.03061	\$ 0.00057	\$ (0.00062)	\$ 0.03056
Fire and Civil Defense Siren	\$ 0.03061	\$ 0.00057	\$ (0.00062)	\$ 0.03056
Direct Current (Closed)	\$ 0.03061	\$ 0.00057	\$ (0.00062)	\$ 0.03056
<b>C &amp; I Demand</b>				
General Service	\$ 0.02966	\$ 0.00055	\$ (0.00060)	\$ 0.02961
General TOD - On Peak	\$ 0.03812	\$ 0.00071	\$ (0.00077)	\$ 0.03806
General TOD - Off Peak	\$ 0.02242	\$ 0.00042	\$ (0.00045)	\$ 0.02239
Peak Controlled (Closed)	\$ 0.02966	\$ 0.00055	\$ (0.00060)	\$ 0.02961
Peak Controlled TOD (Closed) - On Peak	\$ 0.03812	\$ 0.00071	\$ (0.00077)	\$ 0.03806
Peak Controlled TOD (Closed) - Off Peak	\$ 0.02242	\$ 0.00042	\$ (0.00045)	\$ 0.02239
Peak Controlled Tiered	\$ 0.02966	\$ 0.00055	\$ (0.00060)	\$ 0.02961
Peak Controlled Tiered TOD - On Peak	\$ 0.03812	\$ 0.00071	\$ (0.00077)	\$ 0.03806
Peak Controlled Tiered TOD - Off Peak	\$ 0.02242	\$ 0.00042	\$ (0.00045)	\$ 0.02239
Energy Controlled (Closed)	\$ 0.02966	\$ 0.00055	\$ (0.00060)	\$ 0.02961
Tier 1 Energy Controlled Rider	\$ 0.02966	\$ 0.00055	\$ (0.00060)	\$ 0.02961
Real Time Pricing - Firm - On Peak	\$ 0.03812	\$ 0.00071	\$ (0.00077)	\$ 0.03806
Real Time Pricing - Firm - Off Peak	\$ 0.02242	\$ 0.00042	\$ (0.00045)	\$ 0.02239
Real Time Pricing - Controllable - On Peak	\$ 0.03812	\$ 0.00071	\$ (0.00077)	\$ 0.03806
Real Time Pricing - Controllable - Off Peak	\$ 0.02242	\$ 0.00042	\$ (0.00045)	\$ 0.02239
Small Municipal Pumping	\$ 0.02966	\$ 0.00055	\$ (0.00060)	\$ 0.02961
Municipal Pumping	\$ 0.02966	\$ 0.00055	\$ (0.00060)	\$ 0.02961
Excess Energy - St. Anthony Falls	\$ 0.02966	\$ 0.00055	\$ (0.00060)	\$ 0.02961
<b>Outdoor Lighting</b>				
Automatic Protective Lighting	\$ 0.02057	\$ 0.00038	\$ (0.00042)	\$ 0.02054
Street Lighting System	\$ 0.02057	\$ 0.00038	\$ (0.00042)	\$ 0.02054
Street Lighting Energy	\$ 0.02057	\$ 0.00038	\$ (0.00042)	\$ 0.02054
Street Lighting Energy - Metered	\$ 0.02057	\$ 0.00038	\$ (0.00042)	\$ 0.02054
Street Lighting Energy (Closed)	\$ 0.02057	\$ 0.00038	\$ (0.00042)	\$ 0.02054
Street Lighting - City of St. Paul	\$ 0.02057	\$ 0.00038	\$ (0.00042)	\$ 0.02054

Northern States Power Company, A Minnesota Corporation & Wholly Owned Subsidiary of Xcel Energy Inc.  
 Electric Operations - State of North Dakota  
 Derivation of Adjustment for Fuel Clause Rider  
 Current Period Cost of Energy for Oct-2010

	Column (A)	Column (B)	Column (C)	Column (D)	Column (E)
	May-10	Jun-10	Jul-10	Aug-10	4 Month Total
<b>Fuel and Purchased Power Costs</b>					
Account 151 - Fossil Fuel	\$42,295,040	\$39,902,362	\$55,067,341	\$58,449,676	\$195,714,419
Account 518 - Nuclear Fuel	\$7,461,565	\$10,244,323	\$10,499,991	\$10,436,900	\$38,642,777
Account 555 - Purchased Power <sup>1</sup>	\$46,251,093	\$40,206,803	\$56,703,451	\$51,892,571	\$195,053,918
Account 555 - MISO Day 2 Charges	\$16,331,544	\$15,104,838	\$19,722,045	\$19,796,437	\$70,954,864
Account 555 MISO Day 2 - Schedule 24	(\$97,339)	(\$84,899)	(\$96,885)	(\$102,950)	(\$382,073)
Account 555 MISO - ASM Charges	\$3,111,926	(\$1,078,074)	(\$3,335,760)	(\$1,843,516)	(\$3,145,424)
Total MISO Charges	\$19,346,131	\$13,941,865	\$16,289,400	\$17,849,971	\$67,427,367
Financial Instruments	\$0	\$0	\$0	\$0	\$0
Total System Costs	\$115,353,828	\$104,295,353	\$138,560,182	\$138,629,117	\$496,838,481
Less Fuel Cost of InterSystem Sales	(\$14,193,013)	(\$9,145,253)	(\$23,721,609)	(\$16,801,461)	(\$63,861,336)
Net System Costs	\$101,160,815	\$95,150,100	\$114,838,573	\$121,827,656	\$432,977,145
<b>System MWH Sales</b>					
Total NSP System Retail	2,907,623	3,649,319	3,841,078	4,249,406	14,647,426
Non-Gen Muni's/Load Pattern	60,608	65,001	67,976	77,837	271,422
Total NSP System MWh Sales	2,968,231	3,714,320	3,909,054	4,327,243	14,918,848
<b>Average Unit Cost of Fuel and Purchased Power</b>					
Fuel Cost per kWh for NSP System	3.408¢	2.562¢	2.938¢	2.815¢	2.902¢
Base Fuel Cost Included in Rates	0.000¢	0.000¢	0.000¢	0.000¢	0.000¢
<b>Class Ratio/TOD Ratio</b>					
(i) Residential	0.9956	0.9956	0.9956	0.9956	0.9956
(ii) C & I Non-Demand	1.0548	1.0548	1.0548	1.0548	1.0548
(iii) C & I Demand Non-TOD	1.0219	1.0219	1.0219	1.0219	1.0219
(iv) C & I Demand TOD On-Peak	1.3135	1.3135	1.3135	1.3135	1.3135
(v) C & I Demand TOD Off-Peak	0.7726	0.7726	0.7726	0.7726	0.7726
(vi) Outdoor Lighting	0.7088	0.7088	0.7088	0.7088	0.7088
<b>North Dakota Fuel Cost Factor (FCF)</b>					
				FCF Ratio	4 Month Average
(i) Residential				0.9956	2.889¢
(ii) C & I Non-Demand				1.0548	3.061¢
(iii) C & I Demand Non-TOD				1.0219	2.966¢
(iv) C & I Demand TOD On-Peak				1.3135	3.812¢
(v) C & I Demand TOD Off-Peak				0.7726	2.242¢
(vi) Outdoor Lighting				0.7088	2.057¢

<sup>1</sup> Excludes demand-related expenses

North Dakota Retail MWh Sales					
(i) Residential	45,211	51,563	59,551	66,473	222,798
(ii) C & I Non-Demand	8,456	9,830	10,009	10,272	38,567
(iii) C & I Demand Non-TOD	48,522	60,218	60,762	63,143	232,645
(iv) C & I Demand TOD On-Peak	15,394	21,149	18,832	20,271	75,646
(v) C & I Demand TOD Off-Peak	23,067	34,834	29,571	31,083	118,555
(vi) Outdoor Lighting	1,263	1,210	1,129	1,195	4,797
(vii) Total	141,913	178,804	179,854	192,437	693,008

**Oct-2010 Recovery Provision (True-up Factor) Calculation**

Prior Unrecovered Expenses (Jun-10 Balance of Unrecovered Expenses)	Total
	Jun-10
	\$139,536

**Prior Expenses Recovered in Aug-2010**

	FCF Ratio	True-Up Factor per kWh	Actual ND MWh Sales	Prior Recovered Expenses in
(i) Residential				
(ii) C & I Non-Demand	0.9956	0.020¢	66,473	\$13,057
(iii) C & I Demand Non-TOD	1.0548	0.021¢	10,272	\$2,138
(iv) C & I Demand TOD On-Peak	1.0219	0.020¢	63,143	\$12,731
(v) C & I Demand TOD Off-Peak	1.3135	0.026¢	20,271	\$5,253
(vi) Outdoor Lighting	0.7726	0.015¢	31,083	\$4,738
(vii) Total	0.7088	0.014¢	1,195	\$167
			192,437	\$38,084

**Actual Cost Should Have Been Recovered in Aug-10**

	Actual	Base	Actual ND MWh Sales	Expected Recovery
	2.815¢	0.000¢	192,437	\$5,417,102

**Cost Recovered in Aug-10**

	FCF Ratio	Fuel Cost Recovered	Actual ND MWh Sales	Actual Recovery
(i) Residential	0.9956	2.652¢	66,473	\$1,763,049
(ii) C & I Non-Demand	1.0548	2.810¢	10,272	\$288,642
(iii) C & I Demand Non-TOD	1.0219	2.722¢	63,143	\$1,718,968
(iv) C & I Demand TOD On-Peak	1.3135	3.499¢	20,271	\$709,316
(v) C & I Demand TOD Off-Peak	0.7726	2.058¢	31,083	\$639,752
(vi) Outdoor Lighting	0.7088	1.888¢	1,195	\$22,565
(vii) Total			192,437	\$5,142,291

**Total Balance of Unrecovered Expenses (Oct-10 Balance of Unrecovered Expenses)**

Oct-2010 Recovery Provision	\$376,263
4 Month ND Retail Total MWh Sales	693,008
Oct-2010 Recovery Provision per KWH	0.054¢

<b>Oct-2010 Recovery Provision (True-up Factor) per kWh by Customer Category</b>			
	<b>FAF Ratio</b>	<b>Recovery Provision Adjustment</b>	<b>Recovery Provision Adj by Class</b>
(i) Residential	0.9956	0.054¢	0.054¢
(ii) C & I Non-Demand	1.0548	0.054¢	0.057¢
(iii) C & I Demand Non-TOD	1.0219	0.054¢	0.055¢
(iv) C & I Demand TOD On-Peak	1.3135	0.054¢	0.071¢
(v) C & I Demand TOD Off-Peak	0.7726	0.054¢	0.042¢
(vi) Outdoor Lighting	0.7088	0.054¢	0.038¢
<b>Oct-2010 Margin Sharing Refunds</b>			
	<b>Asset Based Margin Sharing Refund</b>	<b>Non-Asset Based Margin Sharing Refund</b>	<b>Total</b>
<b>Refund/Special Charge Amount</b>	(\$89,219)	(\$16,272)	(\$105,492)
(i) Residential	-0.050¢	-0.009¢	-0.059¢
(ii) C & I Non-Demand	-0.052¢	-0.010¢	-0.062¢
(iii) C & I Demand Non-TOD	-0.051¢	-0.009¢	-0.060¢
(iv) C & I Demand TOD On-Peak	-0.065¢	-0.012¢	-0.077¢
(v) C & I Demand TOD Off-Peak	-0.038¢	-0.007¢	-0.045¢
(vi) Outdoor Lighting	-0.035¢	-0.006¢	-0.042¢
<b>Oct-2010 Factors</b>			
	<b>Total</b>		
(i) Residential	2.885¢		
(ii) C & I Non-Demand	3.056¢		
(iii) C & I Demand Non-TOD	2.961¢		
(iv) C & I Demand TOD On-Peak	3.806¢		
(v) C & I Demand TOD Off-Peak	2.239¢		
(vi) Outdoor Lighting	2.054¢		

Northern States Power Company, A Minnesota Corporation  
 Electric Operations - State of North Dakota  
 FUEL CLAUSE ADJUSTMENT (FCA) COMPARISON -  
 Prior Month Compared to Current Month FCA

	<u>FCA Application</u>		<u>Comparison</u>		<u>Generation Type by Percent</u>		
	Sep-10	Oct-10	Differ- ence	Percent Change	FCA Application Sep-10	Oct-10	Differ- ence
<b>** COSTS (Millions) **</b>							
1 Fossil	\$166.2	\$195.7	\$29.6	17.8%	37.2%	39.4%	2.2%
2 Nuclear	\$36.3	\$38.6	\$2.4	6.6%	8.1%	7.8%	-0.3%
3 Purchases	\$176.0	\$195.1	\$19.1	10.8%	39.4%	39.3%	-0.1%
MISO related Purchases	\$68.5	\$67.4	(\$1.0)	-1.5%	15.3%	13.6%	-1.7%
4 Total System Costs	446.9	496.8	\$50.0	11.2%	100.0%	100.0%	0.0%
5 Intersystem Sales	\$54.4	\$63.9	\$9.5	17.4%	12.2%	12.9%	0.7%
6 Net System Costs	\$392.5	\$433.0	\$40.5	10.3%	87.8%	87.1%	-0.7%
7							
8 <b>** GWH OUTPUT **</b>							
9 Fossil	5,717	6,300	583	10.2%	16.2%	15.3%	-0.9%
10 Nuclear	4,181	4,361	180	4.3%	11.8%	10.6%	-1.2%
11 Purchases	5,435	5,625	190	3.5%	15.4%	13.6%	-1.8%
12 Hydro & Other	1,279	1,764	485	37.9%	3.6%	4.3%	0.7%
13 Net Interchange	18,723	23,233	4,510	24.1%	53.0%	56.3%	3.3%
14 Total Output	35,335	41,283	5,948	16.8%	100.0%	100.0%	0.0%
15 Intersystem Sales	1,708	1,862	154	9.0%	4.8%	4.5%	-0.3%
16 Native Requirement	33,627	39,421	5,794	17.2%	95.2%	95.5%	0.3%
17							
18 <b>** COST per KWH OUTPUT (\$) **</b>							
19 Fossil	2.906	3.107	0.200	6.9%			
20 Nuclear	0.867	0.886	0.019	2.2%			
21 Purchases	3.238	3.468	0.230	7.1%			
22 Total System Costs	1.265	1.203	-0.061	-4.8%			
23 Intersystem Sales	3.185	3.430	0.245	7.7%			
24 Net System Costs	1.167	1.098	-0.069	-5.9%			
25							
26							
27 TOTAL SYSTEM GWH SALES	13,789	14,919	1,130	8.2%			
28							
29 COST per KWH SALES (\$)	2.846	2.902	0.056	2.0%			
30							
31 RECOVERY PROV (\$ / KWH) - SYS	0.187	0.054	-0.133				
(i) Residential	0.186	0.054	-0.132				
(ii) C & I Non-Demand	0.198	0.057	-0.140				
(iii) C & I Demand Non-TOD	0.191	0.055	-0.136				
(iv) C & I Demand TOD On-Peak	0.246	0.071	-0.175				
(v) C & I Demand TOD Off-Peak	0.145	0.042	-0.103				
(vi) Outdoor Lighting	0.133	0.038	-0.094				
32 REFUND	0.000	0.000	0.000				
(i) Residential	0.000	-0.059					
(ii) C & I Non-Demand	0.000	-0.062					
(iii) C & I Demand Non-TOD	0.000	-0.060					
(iv) C & I Demand TOD On-Peak	0.000	-0.077					
(v) C & I Demand TOD Off-Peak	0.000	-0.045					
(vi) Outdoor Lighting	0.000	-0.042					
33 SYSTEM FCC IMPACT (\$ / KWH)	3.033	2.956	-0.077	-2.5%			
(i) Residential	2.961	2.885	-0.076				
(ii) C & I Non-Demand	3.137	3.056					
(iii) C & I Demand Non-TOD	3.039	2.961					
(iv) C & I Demand TOD On-Peak	3.906	3.806					
(v) C & I Demand TOD Off-Peak	2.298	2.239					
(vi) Outdoor Lighting	2.108	2.054					

**Residential BILL IMPACT (\$'s)**

Calculations:

[ 4 ] = [1]+[2]+[3]	[21] = [3] / [11]
[ 6 ] = [4] - [5]	[22] = [4] / [14]
[14] = [9]+..+[13]	[23] = [5] / [15]
[16] = [14] - [15]	[24] = [6] / [16]
[19] = [1] / [9]	[29] = [6] / [27]
[20] = [2] / [10]	[33] = [29]+[31]

kWh	Change from Previous Month
100	(\$0.08)
250	(\$0.19)
500	(\$0.38)
750	(\$0.57)
1,000	(\$0.76)

Some miscellaneous totals refer to so many terms that their formula would be too long. So intermediate totals are developed here, then an overall total is taken and is rounded, and finally it's simply referred to above.

	<u>FCA Application</u>	
	Sep-10	Oct-10
<b>** GWH OUTPUT **</b>		
Thermal	984,163	1,398,087
Wind plus disper gen	(45)	(62)
Hydro	294,566	365,959
Hydro and Other	1,278,684	1,763,984
Rounded to nearest thousand:	1,279	1,764
<b>Sales</b>		
Non Gen Munic Total	261,186,000	271,422,000
Load Pattern Power	0	0
Resale & Interchange (Intersystem)	1,708,115,000	1,861,868,000
Rounded to nearest million:	1708.115	1861.868



Northern States Power Company, A Minnesota Corporation  
**MISO DAY 2 MARKET SETTLEMENT BY CATEGORIES**

Attachment 2

Page 1

		System	Intersystem	Retail
<b>August 2010 Actual</b>				
<b>Energy and Loss Charges</b>				
1 a	Day-Ahead Asset Energy Amount - Energy Component (1)	\$ 29,750,185.33	\$ 4,634,364.41	\$ 34,384,549.74
1 c	Day-Ahead Asset Energy Amount - Loss Component (1)	\$ 3,505,096.48	\$ -	\$ 3,505,096.48
3	Day-Ahead Financial Bilateral Transaction Loss Amount	\$ 20,247.85	\$ -	\$ 20,247.85
5 a	Day-Ahead Non-Asset Energy Amount - Energy Component (1)	\$ (22,960,067.40)	\$ -	\$ (22,960,067.40)
5 c	Day-Ahead Non-Asset Energy Amount - Loss Component (1)	\$ 3,096,388.84	\$ -	\$ 3,096,388.84
7	Day-Ahead Losses Rebate on Carve-Out Grandfathered Agreements	\$ -	\$ -	\$ -
9	Day-Ahead Losses Rebate on Option B Grandfathered Agreements	\$ -	\$ -	\$ -
13 a	Real-Time Asset Energy Amount - Energy Component (1)	\$ 2,983,686.08	\$ 1,881,735.58	\$ 4,865,421.66
13 c	Real-Time Asset Energy Amount - Loss Component (1)	\$ 12,211.66	\$ -	\$ 12,211.66
14	Real-Time Distribution of Losses Amount	\$ (2,793,165.96)	\$ -	\$ (2,793,165.96)
16	Real-Time Financial Bilateral Transaction Loss Amount	\$ -	\$ -	\$ -
18	Real-Time Losses Rebate on Carve-Out Grandfathered Agreements	\$ -	\$ -	\$ -
21	Real-time Net inadvertent Distribution	\$ 141,464.72	\$ -	\$ 141,464.72
22 a	Real-Time Non-Asset Energy Amount - Energy Component (1)	\$ (87,395.22)	\$ -	\$ (87,395.22)
22 c	Real-Time Non-Asset Energy Amount - Loss Component (1)	\$ 8,483.33	\$ -	\$ 8,483.33
<b>Congestion Related Charges</b>				
1 b	Day-Ahead Asset Energy Amount - Congestion Component (1)	\$ 300,334.56	\$ -	\$ 300,334.56
2	Day-Ahead Financial Bilateral Transmission Congestion Amount	\$ (398.96)	\$ -	\$ (398.96)
5 b	Day-Ahead Non-Asset Energy Amount - Congestion Component (1)	\$ 444,005.47	\$ -	\$ 444,005.47
6	Day-Ahead Congestion Rebate on Carve-Out Grandfathered Agreements	\$ -	\$ -	\$ -
8	Day-Ahead Congestion Rebate on Option B Grandfathered Agreements	\$ -	\$ -	\$ -
13 b	Real-Time Asset Energy Amount - Congestion Component (1)	\$ 281,505.12	\$ -	\$ 281,505.12
15	Real-Time Financial Bilateral Transaction Congestion Amount	\$ -	\$ -	\$ -
17	Real-Time Congestion Rebate on Carve-Out Grandfathered Agreements	\$ -	\$ -	\$ -
22 b	Real-Time Non-Asset Energy Amount - Congestion Component (1)	\$ (6,096.13)	\$ -	\$ (6,096.13)
<b>FTR Related Charges</b>				
28	Financial Transmission Rights Hourly Allocation Amount	\$ (1,698,773.76)	\$ -	\$ (1,698,773.76)
30	Financial Transmission Rights Monthly Allocation Amount	\$ (171,423.58)	\$ -	\$ (171,423.58)
31	Financial Transmission Rights Transaction Amount	\$ -	\$ -	\$ -
32	Financial Transmission Rights Yearly Allocation Amount	\$ -	\$ -	\$ -
36	Financial Transmission Rights Full Funding Guarantee Amount	\$ (108,714.84)	\$ -	\$ (108,714.84)
37	Financial Transmission Guarantee Uplift Amount	\$ 109,080.92	\$ -	\$ 109,080.92
38	Financial Transmission Rights Monthly Transaction Amount	\$ -	\$ -	\$ -
<b>Uplift Charges</b>				
23	Real-Time Revenue Neutrality Uplift Amount	\$ 166,038.00	\$ -	\$ 166,038.00
<b>Revenue Sufficiency Guarantee (RSG) Charges</b>				
10	Day-Ahead Revenue Sufficiency Guarantee Distribution Amount	\$ 235,945.84	\$ -	\$ 235,945.84
11	Day-Ahead Revenue Sufficiency Guarantee Make Whole Payment Amount	\$ (401,278.81)	\$ 23,926.56	\$ (377,352.25)
24	Real-Time Revenue Sufficiency Guarantee First Pass Distribution Amount	\$ 744,287.67	\$ -	\$ 744,287.67
25	Real-Time Revenue Sufficiency Make Whole Payment Amount	\$ (878,199.90)	\$ 247,433.23	\$ (630,766.67)
43	Real-Time Price Volatility Make Whole Payment Amount	\$ (196,153.97)	\$ 9,843.98	\$ (186,309.99)
<b>Market Administration Charges</b>				
4	Day-Ahead Market Administration Amount	\$ 659,796.14	\$ (7,723.60)	\$ 652,072.54
19	Real-Time Market Administration Amount	\$ 46,156.34	\$ (4,598.96)	\$ 41,557.38
29	Financial Transmission Rights Market Administration Amount	\$ 70,102.64	\$ -	\$ 70,102.64
33	Day-Ahead Schedule 24 Allocation Amount	\$ 98,016.51	\$ (1,178.22)	\$ 96,838.29
34	Real -Time Schedule 24 Allocation Amount	\$ 6,810.96	\$ (698.89)	\$ 6,112.07
35	Schedule 24 Admin Allocation	\$ -	\$ -	\$ -
<b>Virtual Energy Charges</b>				
12	Day-Ahead Virtual Energy Amount	\$ -	\$ -	\$ -
27	Real-Time Virtual Energy Amount	\$ -	\$ -	\$ -
<b>Other MISO Charges</b>				
20	Real-Time Miscellaneous Amount	\$ (7,393.46)	\$ -	\$ (7,393.46)
26	Real-Time Uninstructed Deviation Amount	\$ -	\$ -	\$ -
<b>Auction Revenue Rights (ARR)</b>				
39	Auction Revenue Rights - FTR Auction Transactions	\$ 848,140.09	\$ -	\$ 848,140.09
40	Auction Revenue Rights - Monthly ARR Revenue	\$ (850,770.85)	\$ -	\$ (850,770.85)
41	Auction Revenue Rights - ARR Stage 2 Distribution	\$ (408,805.93)	\$ -	\$ (408,805.93)
42	Auction Revenue Rights - Monthly Infeasible ARR Revenue	\$ 53,987.30	\$ -	\$ 53,987.30
<b>TOTAL MISO CHARGES</b>		<b>\$ 13,013,333.08</b>	<b>\$ 6,783,104.09</b>	<b>\$ 19,796,437.17</b>

<b>SCHEDULE 24 (FOR RETAIL)</b>	<b>\$ 102,950.36</b>
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<b>TOTAL MISO CHARGES LESS SCHEDULES 24 (FOR RETAIL)</b>	<b>\$ 19,693,486.81</b>
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**MISO ANCILLARY SERVICES MARKETS (ASM) CHARGE TYPES BY CATEGORIES**

		System	Intersystem	Retail
<b>August 2010 Actual</b>				
<b>Procurement Charges</b>				
1	Day-Ahead Regulation Amount	\$ (648,960.41)	\$ -	\$ (648,960.41)
2	Day-Ahead Spinning Reserve Amount	\$ (80,059.94)	\$ -	\$ (80,059.94)
3	Day-Ahead Supplemental Reserve	\$ (118,278.90)	\$ -	\$ (118,278.90)
4	Real-Time Regulation Amount	\$ (17,098.78)	\$ 492,696.89	\$ 475,598.11
5	Real-Time Spinning Reserve Amount	\$ (56,514.75)	\$ 22,840.23	\$ (33,674.52)
6	Real-Time Supplemental Reserve Amount.	\$ 48,021.97	\$ 33,412.16	\$ 81,434.13
<b>Resource Energy Charges</b>				
7a	Real Time Excessive Energy Amount	\$ (14,223.05)		\$ (14,223.05)
7b	Real Time Excessive Energy Congestion	\$ -		\$ -
7c	Real Time Excessive Energy Loss	\$ -		\$ -
8a	Real Time Non Excessive Energy Amount	\$ (2,094,533.77)		\$ (2,094,533.77)
8b	Real Time Non Excessive Energy Congestion	\$ (160,638.34)		\$ (160,638.34)
8c	Real Time Non Excessive Energy Loss	\$ 32,228.89		\$ 32,228.89
9	Real Time Net Regulation Adjustment Amount	\$ 9,332.60	\$ (8,359.32)	\$ 973.28
<b>Cost Distribution Charges</b>				
10	Real Time Regulation Reserve Cost Distribution Amount	\$ 364,245.54	\$ -	\$ 364,245.54
11	Real Time Spinning Reserve Cost Distribution	\$ 244,632.95	\$ -	\$ 244,632.95
12	Real Time Supplemental Reserve Cost Distribution	\$ 96,352.51	\$ -	\$ 96,352.51
<b>Penalty Charges</b>				
13	Real Time Excessive/Dificient Energy Deployment	\$ 15,172.64	\$ (3,922.81)	\$ 11,249.83
14	Real Time Contignecy Reserve Deployment Failure	\$ -	\$ 137.78	\$ 137.78
<b>TOTAL MISO ASM CHARGES</b>		<b>\$ (2,380,320.84)</b>	<b>\$ 536,804.93</b>	<b>\$ (1,843,515.91)</b>

Northern States Power Company, A Minnesota Corporation & Wholly Owned Subsidiary of Xcel Energy Inc.  
 Electric Operations - State of North Dakota  
 Derivation of Adjustment for Fuel Clause Rider  
 Asset Based Margin Sharing

1 Forecast Month	Mar-10	Apr-10	May-10	Jun-10	Jul-10	Aug-10	Sep-10	Oct-10	Nov-10	Dec-10	Jan-11	Feb-11
2 True-up Month	Jan-10	Feb-10	Mar-10	Apr-10	May-10	Jun-10	Jul-10	Aug-10	Sep-10	Oct-10	Nov-10	Dec-10
3												
4 Monthly Refund	(161,371)	10,622	(54,285)	(21,836)	(155,670)	(141,793)	(89,740)	(93,985)				
5												
6 Forecast North Dakota Sales	194,554	163,606	164,425	165,070	188,515	188,034	168,026	179,415	187,205	210,810	-	-
7												
8 Current Month Refund Factor	(0.083)	0.006	(0.033)	(0.013)	(0.083)	(0.075)	(0.053)	(0.052)	-	-	-	-
9												
10 Forecasted North Dakota Sales	215,527	196,388	194,554	163,606	164,425	165,070	188,515	188,034	168,026	179,415	-	-
11 Actual North Dakota Sales (Cal. Mo.)	222,254	189,946	190,655	151,863	160,154	167,487	195,892	194,367	-	-	-	-
12 Deviation	(6,727)	6,442	3,899	11,743	4,271	(2,417)	(7,377)	(6,333)	168,026	179,415	-	-
13												
14 Expected Refund	(13,480)	(81,774)	(160,951)	7,940	(57,511)	(21,266)	(157,164)	(141,482)	(83,589)	(89,219)	-	-
15 Actual Refund	(13,900)	(79,092)	(157,725)	7,370	(56,017)	(21,577)	(163,315)	(146,248)	-	-	-	-
16 Deviation	420	(2,682)	(3,226)	570	(1,494)	311	6,151	4,766	(83,589)	(89,219)	-	-
17												
18 True-up Factor	0.000	(0.002)	(0.002)	0.000	(0.001)	0.000	0.004	0.003	-	-	-	-
19												
20 Realized Margin	(0.083)	0.005	(0.035)	(0.013)	(0.083)	(0.075)	(0.050)	(0.050)	-	-	-	-
21												
22 Class Ratios												
23 Residential	0.9956	0.9956	0.9956	0.9956	0.9956	0.9956	0.9956	0.9956	0.9956	0.9956	0.9956	0.9956
24 C&I Non-Demand	1.0548	1.0548	1.0548	1.0548	1.0548	1.0548	1.0548	1.0548	1.0548	1.0548	1.0548	1.0548
25 C&I Demand Non-TOD	1.0219	1.0219	1.0219	1.0219	1.0219	1.0219	1.0219	1.0219	1.0219	1.0219	1.0219	1.0219
26 C&I Demand TOD On-Peak	1.3135	1.3135	1.3135	1.3135	1.3135	1.3135	1.3135	1.3135	1.3135	1.3135	1.3135	1.3135
27 C&I Demand TOD Off-Peak	0.7726	0.7726	0.7726	0.7726	0.7726	0.7726	0.7726	0.7726	0.7726	0.7726	0.7726	0.7726
28 Outdoor Lighting	0.7088	0.7088	0.7088	0.7088	0.7088	0.7088	0.7088	0.7088	0.7088	0.7088	0.7088	0.7088
29												
30 Realized Margin Adj for Class Ratios												
31 Residential	(0.082)	0.005	(0.035)	(0.013)	(0.083)	(0.075)	(0.050)	(0.050)	-	-	-	-
32 C&I Non-Demand	(0.087)	0.005	(0.037)	(0.014)	(0.088)	(0.079)	(0.052)	(0.052)	-	-	-	-
33 C&I Demand Non-TOD	(0.085)	0.005	(0.036)	(0.013)	(0.085)	(0.077)	(0.051)	(0.051)	-	-	-	-
34 C&I Demand TOD On-Peak	(0.109)	0.006	(0.046)	(0.017)	(0.110)	(0.099)	(0.065)	(0.065)	-	-	-	-
35 C&I Demand TOD Off-Peak	(0.064)	0.004	(0.027)	(0.010)	(0.064)	(0.058)	(0.038)	(0.038)	-	-	-	-
36 Outdoor Lighting	(0.059)	0.003	(0.025)	(0.009)	(0.059)	(0.053)	(0.035)	(0.035)	-	-	-	-

1 Forecast Month	Feb-10	Mar-10	Apr-10	May-10	Jun-10	Jul-10	Aug-10	Sep-10	Oct-10	Nov-10	Dec-10	Jan-11
2 True-up Month			Feb-10	Mar-10	Apr-10	May-10	Jun-10	Jul-10	Aug-10	Sep-10	Oct-10	Nov-10
3												
4 Monthly Refund	(16,831)	(16,831)	(16,831)	(16,831)	(16,831)	(16,831)	(16,831)	(16,831)	(16,831)	(16,831)	(16,831)	(16,830)
5												
6 Forecast North Dakota Sales	196,388	194,554	163,606	164,425	165,070	188,515	188,034	168,026	179,415	-	-	-
7												
8 Current Month Refund Factor	(0.009)	(0.009)	(0.010)	(0.010)	(0.010)	(0.009)	(0.009)	(0.010)	(0.009)	-	-	-
9												
10 Forecasted North Dakota Sales			196,388	194,554	163,606	164,425	165,070	188,515	188,034	-	-	-
11 Actual North Dakota Sales (Cal. Mo.)			189,946	190,655	151,863	160,154	167,487	195,892	194,367	-	-	-
12 Deviation			6,442	3,899	11,743	4,271	(2,417)	(7,377)	(6,333)	-	-	-
13												
14 Expected Refund			(16,831)	(16,831)	(17,384)	(17,168)	(18,078)	(17,278)	(16,567)	-	-	-
15 Actual Refund			(16,278)	(16,494)	(16,137)	(16,722)	(18,342)	(17,954)	(17,126)	-	-	-
16 Deviation			(553)	(337)	(1,247)	(447)	264	676	559	-	-	-
17												
18 True-up Factor	-	-	(0.000)	(0.000)	(0.001)	(0.000)	0.000	0.000	0.000	-	-	-
19												
20 Realized Margin	(0.009)	(0.009)	(0.011)	(0.010)	(0.011)	(0.009)	(0.009)	(0.010)	(0.009)	-	-	-
21												
22 Class Ratios												
23 Residential	0.9956	0.9956	0.9956	0.9956	0.9956	0.9956	0.9956	0.9956	0.9956	0.9956	0.9956	0.9956
24 C&I Non-Demand	1.0548	1.0548	1.0548	1.0548	1.0548	1.0548	1.0548	1.0548	1.0548	1.0548	1.0548	1.0548
25 C&I Demand Non-TOD	1.0219	1.0219	1.0219	1.0219	1.0219	1.0219	1.0219	1.0219	1.0219	1.0219	1.0219	1.0219
26 C&I Demand TOD On-Peak	1.3135	1.3135	1.3135	1.3135	1.3135	1.3135	1.3135	1.3135	1.3135	1.3135	1.3135	1.3135
27 C&I Demand TOD Off-Peak	0.7726	0.7726	0.7726	0.7726	0.7726	0.7726	0.7726	0.7726	0.7726	0.7726	0.7726	0.7726
28 Outdoor Lighting	0.7088	0.7088	0.7088	0.7088	0.7088	0.7088	0.7088	0.7088	0.7088	0.7088	0.7088	0.7088
29												
30 Realized Margin Adj for Class Ratios												
31 Residential	(0.009)	(0.009)	(0.011)	(0.010)	(0.011)	(0.009)	(0.009)	(0.010)	(0.009)	-	-	-
32 C&I Non-Demand	(0.009)	(0.009)	(0.011)	(0.011)	(0.012)	(0.010)	(0.009)	(0.010)	(0.010)	-	-	-
33 C&I Demand Non-TOD	(0.009)	(0.009)	(0.011)	(0.011)	(0.011)	(0.009)	(0.009)	(0.010)	(0.009)	-	-	-
34 C&I Demand TOD On-Peak	(0.011)	(0.011)	(0.014)	(0.014)	(0.014)	(0.012)	(0.012)	(0.013)	(0.012)	-	-	-
35 C&I Demand TOD Off-Peak	(0.007)	(0.007)	(0.008)	(0.008)	(0.008)	(0.007)	(0.007)	(0.007)	(0.007)	-	-	-
36 Outdoor Lighting	(0.006)	(0.006)	(0.008)	(0.007)	(0.008)	(0.006)	(0.006)	(0.007)	(0.006)	-	-	-