

SIoux VALLEY ENERGY

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April 10, 2006

RECEIVED

APR 13 2006

**SOUTH DAKOTA PUBLIC
UTILITIES COMMISSION**

Patty Van Gerpen, Executive Director
South Dakota Public Utilities Commission
500 East Capitol
Pierre, SD 57501

Dear Ms. Van Gerpen:

Enclosed for filing please find an original copy of an executed "Service Territory Exception Agreement" between Sioux Valley-Southwestern Electric cooperative, dba Sioux Valley Energy and Northern States Power Company dba Xcel Energy.

This agreement between the two parties seeks a modification to our existing service territories allowing each party to better serve Fraternal Order of Police (FOP). Pursuant to South Dakota Statute 49-34A-55 this Territory Exception will eliminate the duplication of facilities. Xcel Energy has an existing pole across the road where the Fraternal Order of Police (FOP) would like to have the light installed. This exception would also allow Xcel Energy to provide adequate electric service to this consumer which ultimately will provide efficient and economical use and development of our electric system.

This consent on the part of Sioux Valley Energy is limited to the said service to the FOP light. The light is located along the north side of SD Hwy 38 in the northwest quarter of section 28 of Split Rock Township 101N R48W in Minnehaha County, SD and will automatically terminate upon removal or abandonment of such service.


The accompanying drawing, Exhibit A to the Agreement, provides additional information. Sioux Valley Energy respectfully requests the South Dakota Utilities commission's consideration and an order approving this agreement.

Sincerely,

George Colombe

George Colombe
Director of Engineering and Operations

Enc

A Touchstone Energy® Cooperative 

**SERVICE TERRITORY EXCEPTION AGREEMENT
BETWEEN
XCEL ENERGY AND SIOUX VALLEY ENERGY**

Sioux Valley Southwestern Electric Cooperative, Inc. doing business as Sioux Valley Energy (SVE) and Northern States Power Company doing business as Xcel Energy jointly agree to have Xcel Energy provide electric service to a Fraternal Order of Police light. The light is located on the north side of South Dakota State Highway 38 near Riverview Road east of Sioux Falls, SD. A drawing of the service site is attached to this agreement as exhibit A.

Sioux Valley Energy and Xcel Energy have concluded that, in this instance, the customer's interests will be best service by receiving service from Xcel Energy and have agreed to this exception to the existing territorial agreement.

We also agree that each such instance where territory boundaries become a factor will be dealt with on an individual basis.

This consent on the part of Sioux Valley Energy is limited to the said service to the FOPA light located along the north side of SD Hwy 38 in the northwest quarter of section 28 of Split Rock Township 101N R48W in Minnehaha County, SD and will automatically terminate upon removal or abandonment of such service.

This exception is not to be construed as having any impact upon or indicating a desire to change the service areas assigned by the South Dakota Public Utilities Commission.

The Parties agree to jointly submit these agreed upon changes to the South Dakota Public Utilities Commission for approval.

SIOUX VALLEY SOUTHWESTERN
ELECTRIC COOPERATIVE

BY 
General Manager

DATE 4-4-06

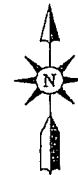
XCEL ENERGY

BY 
Manager, Government
& Regulatory Affairs

DATE March 23, 2006



CITY... Sloux Falls
 ADD... 9700 E Hwy 42
 Design No... 162797
 Work Order #
 MAP... NB28N
 PDR... MHA71-4 13.8 kv
 SW REQ #
 ST KING PERMIT #
 DATE... 1-31-06
 DESIGNER... Eric Pauli
 LOCATES
 ONE CALL YES NO
 ONE CALL ID#
 QRT... NE... SECT... 28
 TWP... 101N... RANGE... 48W
 + STREET... 481st Ave
 DESC... Install oh and
 txmr.



Not to Scale
 FIELD CHECKED BY
 Eric Pauli
 EXHIBIT "A"

① Install a .5 kva txmr and span of duplex to nightwatch on new 40' pole.

This map is a tool to assist employees in the performance of their jobs. Your personal safety is provided for by using safety practices, procedures and equipment as described in safety training programs, manuals and SPANs.

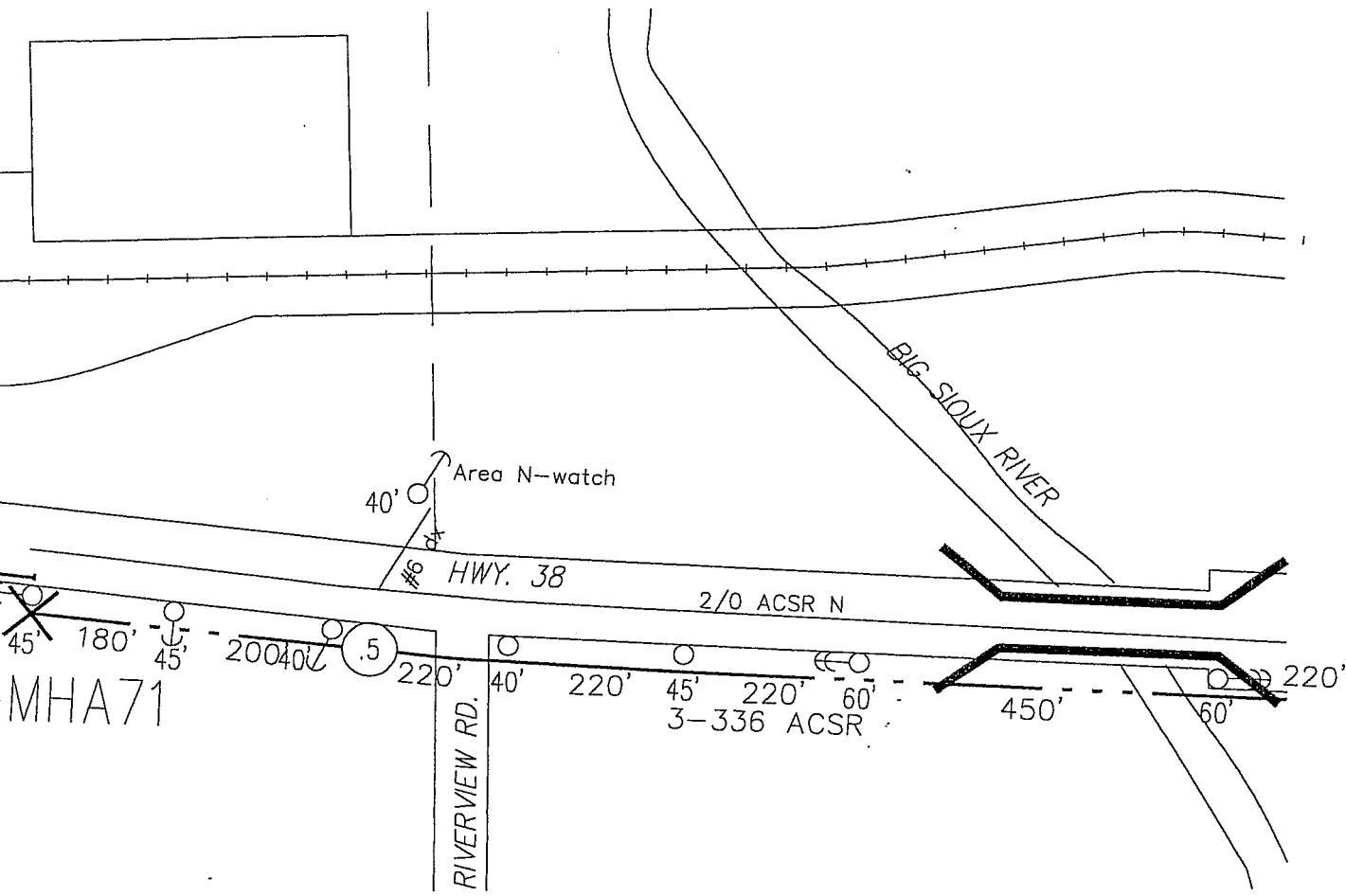


Exhibit A