

Northern States Power Company  
South Dakota  
Revenue Requirement Model Description

**Section B**

**20:10:13:52. Statement B -- Income statements.** Statement B shall include income statements in the form prescribed by the FERC's uniform systems of accounts for public utilities and licensees or for gas companies, 18 C.F.R. 101 (April 1, 1985), and in any other form if ordered by the commission for the test period, and the most recently available income statement, including any applicable footnotes.

**Source:** 2 SDR 90, effective July 7, 1976; 12 SDR 86, effective November 24, 1985; 12 SDR 151, 12 SDR 155, effective July 1, 1986.

**General Authority:** SDCL [49-34A-4](#).

**Law Implemented:** SDCL [49-34A-7](#), [49-34A-10](#), [49-34A-12](#), [49-34A-41](#).

| Name of Respondent<br>20140411-8029 FERC PDF (Unofficial) Northern States Power Company (Minnesota)                                                                                                                                                                                              |                                                                        | This Report Is:<br><input checked="" type="checkbox"/> An Original<br><input type="checkbox"/> A Resubmission |                                                                     | Date of Report<br>(Mo, Da, Yr)<br>04/11/2014                      | Year/Period of Report<br>End of 2013/Q4                              |                                                                    |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------|-------------------------------------------------------------------|----------------------------------------------------------------------|--------------------------------------------------------------------|
| STATEMENT OF INCOME                                                                                                                                                                                                                                                                              |                                                                        |                                                                                                               |                                                                     |                                                                   |                                                                      |                                                                    |
| Quarterly                                                                                                                                                                                                                                                                                        |                                                                        |                                                                                                               |                                                                     |                                                                   |                                                                      |                                                                    |
| 1. Report in column (c) the current year to date balance. Column (c) equals the total of adding the data in column (g) plus the data in column (i) plus the data in column (k). Report in column (d) similar data for the previous year. This information is reported in the annual filing only. |                                                                        |                                                                                                               |                                                                     |                                                                   |                                                                      |                                                                    |
| 2. Enter in column (e) the balance for the reporting quarter and in column (f) the balance for the same three month period for the prior year.                                                                                                                                                   |                                                                        |                                                                                                               |                                                                     |                                                                   |                                                                      |                                                                    |
| 3. Report in column (g) the quarter to date amounts for electric utility function; in column (i) the quarter to date amounts for gas utility, and in column (k) the quarter to date amounts for other utility function for the current year quarter.                                             |                                                                        |                                                                                                               |                                                                     |                                                                   |                                                                      |                                                                    |
| 4. Report in column (h) the quarter to date amounts for electric utility function; in column (j) the quarter to date amounts for gas utility, and in column (l) the quarter to date amounts for other utility function for the prior year quarter.                                               |                                                                        |                                                                                                               |                                                                     |                                                                   |                                                                      |                                                                    |
| 5. If additional columns are needed, place them in a footnote.                                                                                                                                                                                                                                   |                                                                        |                                                                                                               |                                                                     |                                                                   |                                                                      |                                                                    |
| Annual or Quarterly if applicable                                                                                                                                                                                                                                                                |                                                                        |                                                                                                               |                                                                     |                                                                   |                                                                      |                                                                    |
| 5. Do not report fourth quarter data in columns (e) and (f)                                                                                                                                                                                                                                      |                                                                        |                                                                                                               |                                                                     |                                                                   |                                                                      |                                                                    |
| 6. Report amounts for accounts 412 and 413, Revenues and Expenses from Utility Plant Leased to Others, in another utility column in a similar manner to a utility department. Spread the amount(s) over lines 2 thru 26 as appropriate. Include these amounts in columns (c) and (d) totals.     |                                                                        |                                                                                                               |                                                                     |                                                                   |                                                                      |                                                                    |
| 7. Report amounts in account 414, Other Utility Operating Income, in the same manner as accounts 412 and 413 above.                                                                                                                                                                              |                                                                        |                                                                                                               |                                                                     |                                                                   |                                                                      |                                                                    |
| Line No.                                                                                                                                                                                                                                                                                         | Title of Account<br>(a)                                                | (Ref.)<br>Page No.<br>(b)                                                                                     | Total<br>Current Year to<br>Date Balance for<br>Quarter/Year<br>(c) | Total<br>Prior Year to<br>Date Balance for<br>Quarter/Year<br>(d) | Current 3 Months<br>Ended<br>Quarterly Only<br>No 4th Quarter<br>(e) | Prior 3 Months<br>Ended<br>Quarterly Only<br>No 4th Quarter<br>(f) |
| 1                                                                                                                                                                                                                                                                                                | UTILITY OPERATING INCOME                                               |                                                                                                               |                                                                     |                                                                   |                                                                      |                                                                    |
| 2                                                                                                                                                                                                                                                                                                | Operating Revenues (400)                                               | 300-301                                                                                                       | 4,673,507,734                                                       | 4,337,311,413                                                     |                                                                      |                                                                    |
| 3                                                                                                                                                                                                                                                                                                | Operating Expenses                                                     |                                                                                                               |                                                                     |                                                                   |                                                                      |                                                                    |
| 4                                                                                                                                                                                                                                                                                                | Operation Expenses (401)                                               | 320-323                                                                                                       | 3,044,105,038                                                       | 2,808,548,777                                                     |                                                                      |                                                                    |
| 5                                                                                                                                                                                                                                                                                                | Maintenance Expenses (402)                                             | 320-323                                                                                                       | 290,898,254                                                         | 259,412,187                                                       |                                                                      |                                                                    |
| 6                                                                                                                                                                                                                                                                                                | Depreciation Expense (403)                                             | 336-337                                                                                                       | 421,524,067                                                         | 355,384,594                                                       |                                                                      |                                                                    |
| 7                                                                                                                                                                                                                                                                                                | Depreciation Expense for Asset Retirement Costs (403.1)                | 336-337                                                                                                       | 8,585,839                                                           | 7,163,026                                                         |                                                                      |                                                                    |
| 8                                                                                                                                                                                                                                                                                                | Amort. & Depl. of Utility Plant (404-405)                              | 336-337                                                                                                       | 30,742,471                                                          | 24,828,416                                                        |                                                                      |                                                                    |
| 9                                                                                                                                                                                                                                                                                                | Amort. of Utility Plant Acq. Adj. (406)                                | 336-337                                                                                                       |                                                                     |                                                                   |                                                                      |                                                                    |
| 10                                                                                                                                                                                                                                                                                               | Amort. Property Losses, Unrecov Plant and Regulatory Study Costs (407) |                                                                                                               |                                                                     |                                                                   |                                                                      |                                                                    |
| 11                                                                                                                                                                                                                                                                                               | Amort. of Conversion Expenses (407)                                    |                                                                                                               |                                                                     |                                                                   |                                                                      |                                                                    |
| 12                                                                                                                                                                                                                                                                                               | Regulatory Debits (407.3)                                              |                                                                                                               | 28,080,686                                                          | 22,380,481                                                        |                                                                      |                                                                    |
| 13                                                                                                                                                                                                                                                                                               | (Less) Regulatory Credits (407.4)                                      |                                                                                                               | 141,680,250                                                         | 93,838,682                                                        |                                                                      |                                                                    |
| 14                                                                                                                                                                                                                                                                                               | Taxes Other Than Income Taxes (408.1)                                  | 262-263                                                                                                       | 212,492,889                                                         | 204,933,544                                                       |                                                                      |                                                                    |
| 15                                                                                                                                                                                                                                                                                               | Income Taxes - Federal (409.1)                                         | 262-263                                                                                                       | -2,748,630                                                          | -61,758,676                                                       |                                                                      |                                                                    |
| 16                                                                                                                                                                                                                                                                                               | - Other (409.1)                                                        | 262-263                                                                                                       | 1,420,262                                                           | -3,986,026                                                        |                                                                      |                                                                    |
| 17                                                                                                                                                                                                                                                                                               | Provision for Deferred Income Taxes (410.1)                            | 234, 272-277                                                                                                  | 546,062,590                                                         | 429,726,858                                                       |                                                                      |                                                                    |
| 18                                                                                                                                                                                                                                                                                               | (Less) Provision for Deferred Income Taxes-Cr. (411.1)                 | 234, 272-277                                                                                                  | 366,452,795                                                         | 193,358,530                                                       |                                                                      |                                                                    |
| 19                                                                                                                                                                                                                                                                                               | Investment Tax Credit Adj. - Net (411.4)                               | 266                                                                                                           | -1,812,561                                                          | -2,700,069                                                        |                                                                      |                                                                    |
| 20                                                                                                                                                                                                                                                                                               | (Less) Gains from Disp. of Utility Plant (411.6)                       |                                                                                                               |                                                                     |                                                                   |                                                                      |                                                                    |
| 21                                                                                                                                                                                                                                                                                               | Losses from Disp. of Utility Plant (411.7)                             |                                                                                                               |                                                                     |                                                                   |                                                                      |                                                                    |
| 22                                                                                                                                                                                                                                                                                               | (Less) Gains from Disposition of Allowances (411.8)                    |                                                                                                               | 2,662,213                                                           | 1,360,798                                                         |                                                                      |                                                                    |
| 23                                                                                                                                                                                                                                                                                               | Losses from Disposition of Allowances (411.9)                          |                                                                                                               |                                                                     |                                                                   |                                                                      |                                                                    |
| 24                                                                                                                                                                                                                                                                                               | Accretion Expense (411.10)                                             |                                                                                                               | 85,981,388                                                          | 79,546,051                                                        |                                                                      |                                                                    |
| 25                                                                                                                                                                                                                                                                                               | TOTAL Utility Operating Expenses (Enter Total of lines 4 thru 24)      |                                                                                                               | 4,154,537,035                                                       | 3,834,921,153                                                     |                                                                      |                                                                    |
| 26                                                                                                                                                                                                                                                                                               | Net Util Oper Inc (Enter Tot line 2 less 25) Carry to Pg117, line 27   |                                                                                                               | 518,970,699                                                         | 502,390,260                                                       |                                                                      |                                                                    |

| Name of Respondent<br>2014-0411-8029 FERC PDF (Unofficial) Northern States Power Company (Minnesota)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                              | This Report Is:<br><input checked="" type="checkbox"/> An Original<br><input type="checkbox"/> A Resubmission |                                              | Date of Report<br>(Mo, Da, Yr)<br>04/11/2014 | Year/Period of Report<br>End of 2013/Q4      |          |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------|---------------------------------------------------------------------------------------------------------------|----------------------------------------------|----------------------------------------------|----------------------------------------------|----------|
| STATEMENT OF INCOME FOR THE YEAR (Continued)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |                                              |                                                                                                               |                                              |                                              |                                              |          |
| <p>9. Use page 122 for important notes regarding the statement of income for any account thereof.</p> <p>10. Give concise explanations concerning unsettled rate proceedings where a contingency exists such that refunds of a material amount may need to be made to the utility's customers or which may result in material refund to the utility with respect to power or gas purchases. State for each year effected the gross revenues or costs to which the contingency relates and the tax effects together with an explanation of the major factors which affect the rights of the utility to retain such revenues or recover amounts paid with respect to power or gas purchases.</p> <p>11 Give concise explanations concerning significant amounts of any refunds made or received during the year resulting from settlement of any rate proceeding affecting revenues received or costs incurred for power or gas purchases, and a summary of the adjustments made to balance sheet, income, and expense accounts.</p> <p>12. If any notes appearing in the report to stockholders are applicable to the Statement of Income, such notes may be included at page 122.</p> <p>13. Enter on page 122 a concise explanation of only those changes in accounting methods made during the year which had an effect on net income, including the basis of allocations and apportionments from those used in the preceding year. Also, give the appropriate dollar effect of such changes.</p> <p>14. Explain in a footnote if the previous year's/quarter's figures are different from that reported in prior reports.</p> <p>15. If the columns are insufficient for reporting additional utility departments, supply the appropriate account titles report the information in a footnote to this schedule.</p> |                                              |                                                                                                               |                                              |                                              |                                              |          |
| ELECTRIC UTILITY                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |                                              | GAS UTILITY                                                                                                   |                                              | OTHER UTILITY                                |                                              | Line No. |
| Current Year to Date<br>(in dollars)<br>(g)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | Previous Year to Date<br>(in dollars)<br>(h) | Current Year to Date<br>(in dollars)<br>(i)                                                                   | Previous Year to Date<br>(in dollars)<br>(j) | Current Year to Date<br>(in dollars)<br>(k)  | Previous Year to Date<br>(in dollars)<br>(l) |          |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                              |                                                                                                               |                                              |                                              |                                              | 1        |
| 4,076,481,845                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          | 3,859,467,664                                | 596,776,679                                                                                                   | 477,544,697                                  | 249,210                                      | 299,052                                      | 2        |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                              |                                                                                                               |                                              |                                              |                                              | 3        |
| 2,579,693,594                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          | 2,440,869,348                                | 464,411,444                                                                                                   | 367,679,429                                  |                                              |                                              | 4        |
| 282,205,427                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | 251,266,534                                  | 8,692,827                                                                                                     | 8,145,653                                    |                                              |                                              | 5        |
| 386,055,171                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | 320,701,557                                  | 35,468,896                                                                                                    | 34,683,037                                   |                                              |                                              | 6        |
| 8,597,010                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              | 7,173,385                                    | -11,171                                                                                                       | -10,359                                      |                                              |                                              | 7        |
| 26,609,576                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | 20,703,595                                   | 4,070,513                                                                                                     | 4,042,717                                    | 62,382                                       | 82,104                                       | 8        |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                              |                                                                                                               |                                              |                                              |                                              | 9        |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                              |                                                                                                               |                                              |                                              |                                              | 10       |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                              |                                                                                                               |                                              |                                              |                                              | 11       |
| 27,856,284                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | 22,380,481                                   | 224,402                                                                                                       |                                              |                                              |                                              | 12       |
| 141,666,429                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | 93,476,528                                   | 13,821                                                                                                        | 362,154                                      |                                              |                                              | 13       |
| 186,876,629                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | 182,960,217                                  | 25,616,260                                                                                                    | 21,973,327                                   |                                              |                                              | 14       |
| -3,599,894                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | -59,431,940                                  | 851,264                                                                                                       | -2,326,736                                   |                                              |                                              | 15       |
| 1,121,466                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              | -4,000,808                                   | 298,796                                                                                                       | 14,782                                       |                                              |                                              | 16       |
| 504,348,901                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | 392,388,119                                  | 41,713,689                                                                                                    | 37,338,739                                   |                                              |                                              | 17       |
| 340,787,935                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | 168,602,434                                  | 25,664,860                                                                                                    | 24,756,096                                   |                                              |                                              | 18       |
| -1,493,644                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | -2,370,673                                   | -318,917                                                                                                      | -329,396                                     |                                              |                                              | 19       |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                              |                                                                                                               |                                              |                                              |                                              | 20       |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                              |                                                                                                               |                                              |                                              |                                              | 21       |
| 2,662,213                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              | 1,360,798                                    |                                                                                                               |                                              |                                              |                                              | 22       |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                              |                                                                                                               |                                              |                                              |                                              | 23       |
| 85,956,435                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | 79,522,316                                   | 24,953                                                                                                        | 23,735                                       |                                              |                                              | 24       |
| 3,599,110,378                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          | 3,388,722,371                                | 555,364,275                                                                                                   | 446,116,678                                  | 62,382                                       | 82,104                                       | 25       |
| 477,371,467                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | 470,745,293                                  | 41,412,404                                                                                                    | 31,428,019                                   | 186,828                                      | 216,948                                      | 26       |

| Name of Respondent<br>20140411-8029 FERC PDF (Unofficial) Northern States Power Company (Minnesota) |                                                                        | This Report Is:<br>(1) <input checked="" type="checkbox"/> An Original<br>(2) <input type="checkbox"/> A Resubmission |                     | Date of Report<br>(Mo, Da, Yr)<br>04/11/2014 | Year/Period of Report<br>End of 2013/Q4                              |                                                                    |
|-----------------------------------------------------------------------------------------------------|------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------|---------------------|----------------------------------------------|----------------------------------------------------------------------|--------------------------------------------------------------------|
| STATEMENT OF INCOME FOR THE YEAR (continued)                                                        |                                                                        |                                                                                                                       |                     |                                              |                                                                      |                                                                    |
| Line No.                                                                                            | Title of Account<br>(a)                                                | (Ref.)<br>Page No.<br>(b)                                                                                             | TOTAL               |                                              | Current 3 Months<br>Ended<br>Quarterly Only<br>No 4th Quarter<br>(e) | Prior 3 Months<br>Ended<br>Quarterly Only<br>No 4th Quarter<br>(f) |
|                                                                                                     |                                                                        |                                                                                                                       | Current Year<br>(c) | Previous Year<br>(d)                         |                                                                      |                                                                    |
| 27                                                                                                  | Net Utility Operating Income (Carried forward from page 114)           |                                                                                                                       | 518,970,699         | 502,390,260                                  |                                                                      |                                                                    |
| 28                                                                                                  | Other Income and Deductions                                            |                                                                                                                       |                     |                                              |                                                                      |                                                                    |
| 29                                                                                                  | Other Income                                                           |                                                                                                                       |                     |                                              |                                                                      |                                                                    |
| 30                                                                                                  | Nonutility Operating Income                                            |                                                                                                                       |                     |                                              |                                                                      |                                                                    |
| 31                                                                                                  | Revenues From Merchandising, Jobbing and Contract Work (415)           |                                                                                                                       |                     |                                              |                                                                      |                                                                    |
| 32                                                                                                  | (Less) Costs and Exp. of Merchandising, Job. & Contract Work (416)     |                                                                                                                       |                     |                                              |                                                                      |                                                                    |
| 33                                                                                                  | Revenues From Nonutility Operations (417)                              |                                                                                                                       | 26,134,707          | 23,029,148                                   |                                                                      |                                                                    |
| 34                                                                                                  | (Less) Expenses of Nonutility Operations (417.1)                       |                                                                                                                       | 20,302,436          | 16,850,984                                   |                                                                      |                                                                    |
| 35                                                                                                  | Nonoperating Rental Income (418)                                       |                                                                                                                       |                     |                                              |                                                                      |                                                                    |
| 36                                                                                                  | Equity in Earnings of Subsidiary Companies (418.1)                     | 119                                                                                                                   | 153,287             | -148,269                                     |                                                                      |                                                                    |
| 37                                                                                                  | Interest and Dividend Income (419)                                     |                                                                                                                       | 550,982             | 1,649,492                                    |                                                                      |                                                                    |
| 38                                                                                                  | Allowance for Other Funds Used During Construction (419.1)             |                                                                                                                       | 40,064,059          | 37,109,364                                   |                                                                      |                                                                    |
| 39                                                                                                  | Miscellaneous Nonoperating Income (421)                                |                                                                                                                       | 14,574,059          | 820,544                                      |                                                                      |                                                                    |
| 40                                                                                                  | Gain on Disposition of Property (421.1)                                |                                                                                                                       | 294,626             | 781,841                                      |                                                                      |                                                                    |
| 41                                                                                                  | TOTAL Other Income (Enter Total of lines 31 thru 40)                   |                                                                                                                       | 61,469,284          | 46,391,136                                   |                                                                      |                                                                    |
| 42                                                                                                  | Other Income Deductions                                                |                                                                                                                       |                     |                                              |                                                                      |                                                                    |
| 43                                                                                                  | Loss on Disposition of Property (421.2)                                |                                                                                                                       | 1,651               | 23,034                                       |                                                                      |                                                                    |
| 44                                                                                                  | Miscellaneous Amortization (425)                                       |                                                                                                                       |                     |                                              |                                                                      |                                                                    |
| 45                                                                                                  | Donations (426.1)                                                      |                                                                                                                       | 1,787,762           | 9,119,104                                    |                                                                      |                                                                    |
| 46                                                                                                  | Life Insurance (426.2)                                                 |                                                                                                                       | -3,191,718          | -2,547,333                                   |                                                                      |                                                                    |
| 47                                                                                                  | Penalties (426.3)                                                      |                                                                                                                       | 235,179             | -2,914,542                                   |                                                                      |                                                                    |
| 48                                                                                                  | Exp. for Certain Civic, Political & Related Activities (426.4)         |                                                                                                                       | 3,212,996           | 1,902,231                                    |                                                                      |                                                                    |
| 49                                                                                                  | Other Deductions (426.5)                                               |                                                                                                                       | 5,762,820           | 14,497,689                                   |                                                                      |                                                                    |
| 50                                                                                                  | TOTAL Other Income Deductions (Total of lines 43 thru 49)              |                                                                                                                       | 7,808,690           | 20,080,183                                   |                                                                      |                                                                    |
| 51                                                                                                  | Taxes Applic. to Other Income and Deductions                           |                                                                                                                       |                     |                                              |                                                                      |                                                                    |
| 52                                                                                                  | Taxes Other Than Income Taxes (408.2)                                  | 262-263                                                                                                               | 205,263             | 167,748                                      |                                                                      |                                                                    |
| 53                                                                                                  | Income Taxes-Federal (409.2)                                           | 262-263                                                                                                               | 1,035,847           | -23,175,807                                  |                                                                      |                                                                    |
| 54                                                                                                  | Income Taxes-Other (409.2)                                             | 262-263                                                                                                               | 10,930,682          | 22,808,680                                   |                                                                      |                                                                    |
| 55                                                                                                  | Provision for Deferred Inc. Taxes (410.2)                              | 234, 272-277                                                                                                          | 28,764,463          | 61,537,741                                   |                                                                      |                                                                    |
| 56                                                                                                  | (Less) Provision for Deferred Income Taxes-Cr. (411.2)                 | 234, 272-277                                                                                                          | 35,451,623          | 53,468,020                                   |                                                                      |                                                                    |
| 57                                                                                                  | Investment Tax Credit Adj.-Net (411.5)                                 |                                                                                                                       |                     |                                              |                                                                      |                                                                    |
| 58                                                                                                  | (Less) Investment Tax Credits (420)                                    |                                                                                                                       |                     |                                              |                                                                      |                                                                    |
| 59                                                                                                  | TOTAL Taxes on Other Income and Deductions (Total of lines 52-58)      |                                                                                                                       | 5,484,632           | 7,870,342                                    |                                                                      |                                                                    |
| 60                                                                                                  | Net Other Income and Deductions (Total of lines 41, 50, 59)            |                                                                                                                       | 48,175,962          | 18,440,611                                   |                                                                      |                                                                    |
| 61                                                                                                  | Interest Charges                                                       |                                                                                                                       |                     |                                              |                                                                      |                                                                    |
| 62                                                                                                  | Interest on Long-Term Debt (427)                                       |                                                                                                                       | 177,909,869         | 192,279,310                                  |                                                                      |                                                                    |
| 63                                                                                                  | Amort. of Debt Disc. and Expense (428)                                 |                                                                                                                       | 3,280,444           | 3,063,390                                    |                                                                      |                                                                    |
| 64                                                                                                  | Amortization of Loss on Reacquired Debt (428.1)                        |                                                                                                                       | 1,927,811           | 1,681,193                                    |                                                                      |                                                                    |
| 65                                                                                                  | (Less) Amort. of Premium on Debt-Credit (429)                          |                                                                                                                       |                     |                                              |                                                                      |                                                                    |
| 66                                                                                                  | (Less) Amortization of Gain on Reacquired Debt-Credit (429.1)          |                                                                                                                       |                     |                                              |                                                                      |                                                                    |
| 67                                                                                                  | Interest on Debt to Assoc. Companies (430)                             |                                                                                                                       | 272,033             | 322,295                                      |                                                                      |                                                                    |
| 68                                                                                                  | Other Interest Expense (431)                                           |                                                                                                                       | 8,490,089           | 3,792,433                                    |                                                                      |                                                                    |
| 69                                                                                                  | (Less) Allowance for Borrowed Funds Used During Construction-Cr. (432) |                                                                                                                       | 18,079,411          | 20,449,170                                   |                                                                      |                                                                    |
| 70                                                                                                  | Net Interest Charges (Total of lines 62 thru 69)                       |                                                                                                                       | 173,800,835         | 180,689,451                                  |                                                                      |                                                                    |
| 71                                                                                                  | Income Before Extraordinary Items (Total of lines 27, 60 and 70)       |                                                                                                                       | 393,345,826         | 340,141,420                                  |                                                                      |                                                                    |
| 72                                                                                                  | Extraordinary Items                                                    |                                                                                                                       |                     |                                              |                                                                      |                                                                    |
| 73                                                                                                  | Extraordinary Income (434)                                             |                                                                                                                       |                     |                                              |                                                                      |                                                                    |
| 74                                                                                                  | (Less) Extraordinary Deductions (435)                                  |                                                                                                                       |                     |                                              |                                                                      |                                                                    |
| 75                                                                                                  | Net Extraordinary Items (Total of line 73 less line 74)                |                                                                                                                       |                     |                                              |                                                                      |                                                                    |
| 76                                                                                                  | Income Taxes-Federal and Other (409.3)                                 | 262-263                                                                                                               |                     |                                              |                                                                      |                                                                    |
| 77                                                                                                  | Extraordinary Items After Taxes (line 75 less line 76)                 |                                                                                                                       |                     |                                              |                                                                      |                                                                    |
| 78                                                                                                  | Net Income (Total of line 71 and 77)                                   |                                                                                                                       | 393,345,826         | 340,141,420                                  |                                                                      |                                                                    |

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|                                           |                                                                                                    |                            |                       |
|-------------------------------------------|----------------------------------------------------------------------------------------------------|----------------------------|-----------------------|
| Name of Respondent                        | This Report is:                                                                                    | Date of Report             | Year/Period of Report |
| Northern States Power Company (Minnesota) | (1) <input checked="" type="checkbox"/> An Original<br>(2) <input type="checkbox"/> A Resubmission | (Mo, Da, Yr)<br>04/11/2014 | 2013/Q4               |
| FOOTNOTE DATA                             |                                                                                                    |                            |                       |

|                                                             |
|-------------------------------------------------------------|
| <b>Schedule Page: 114 Line No.: 2 Column: k</b>             |
| Revenue from Plant Leased to Others which ended during 2013 |
| <b>Schedule Page: 114 Line No.: 2 Column: l</b>             |
| Revenue from Plant Leased to Others which ended during 2013 |
| <b>Schedule Page: 114 Line No.: 8 Column: k</b>             |
| Expenses of Plant Leased to Others which ended during 2013  |
| <b>Schedule Page: 114 Line No.: 8 Column: l</b>             |
| Expenses of Plant Leased to Others which ended during 2013  |
| <b>Schedule Page: 114 Line No.: 12 Column: c</b>            |

|                                                 | Electric             |    | Gas            |
|-------------------------------------------------|----------------------|----|----------------|
| Minnesota Renewable Development Fund            | \$ 13,664,825        | \$ | -              |
| Private Fuel Storage                            | 246,069              |    | -              |
| Minnesota State Energy Policy                   | 2,054,661            |    | 224,402        |
| Minnesota Renewable Energy Standard             | 4,822,964            |    | -              |
| Minnesota Net Operating Loss Tracker            | 3,989,000            |    | -              |
| Minnesota Transmission Cost Recovery Program    | 2,686,897            |    | -              |
| South Dakota Transmission Cost Recovery Program | 391,868              |    | -              |
|                                                 | <b>\$ 27,856,284</b> | \$ | <b>224,402</b> |

|                                                  |
|--------------------------------------------------|
| <b>Schedule Page: 114 Line No.: 12 Column: d</b> |
|--------------------------------------------------|

|                                                    | Electric             |    | Gas |
|----------------------------------------------------|----------------------|----|-----|
| Minnesota Renewable Development Fund               | \$ 14,642,195        | \$ | -   |
| Private Fuel Storage                               | 2,529,246            |    | -   |
| Minnesota State Energy Policy                      | 2,180,494            |    | -   |
| Minnesota Metropolitan Emissions Reduction Project | 1,276,260            |    | -   |
| Minnesota Mercury Cost Recovery                    | 1,169,464            |    | -   |
| Minnesota Energy Innovation Corridor               | 316,237              |    | -   |
| South Dakota Environmental Cost Recovery Program   | 266,585              |    | -   |
|                                                    | <b>\$ 22,380,481</b> | \$ | -   |

|                                                  |
|--------------------------------------------------|
| <b>Schedule Page: 114 Line No.: 13 Column: c</b> |
|--------------------------------------------------|

|                                                | Electric                |    | Gas             |
|------------------------------------------------|-------------------------|----|-----------------|
| Asset Retirement Obligation Regulatory Credits | \$ (94,553,406)         | \$ | (13,821)        |
| South Dakota Infrastructure                    | (558,160)               |    | -               |
| Sherco Unit 3 Depreciation Deferral            | (10,565,723)            |    | -               |
| Theoretical Depreciation Reserve Surplus       | (35,989,140)            |    | -               |
|                                                | <b>\$ (141,666,429)</b> | \$ | <b>(13,821)</b> |

|                                                  |
|--------------------------------------------------|
| <b>Schedule Page: 114 Line No.: 13 Column: d</b> |
|--------------------------------------------------|

|                                                 | Electric               |    | Gas              |
|-------------------------------------------------|------------------------|----|------------------|
| Asset Retirement Obligation Regulatory Credits  | \$ (86,695,702)        | \$ | (13,376)         |
| Minnesota Renewable Energy Standard             | (4,527,279)            |    | -                |
| Minnesota Transmission Cost Recovery            | (2,137,940)            |    | -                |
| Minnesota State Energy Policy                   | -                      |    | (348,778)        |
| South Dakota Transmission Cost Recovery Program | (115,607)              |    | -                |
|                                                 | <b>\$ (93,476,528)</b> | \$ | <b>(362,154)</b> |

|                                                  |
|--------------------------------------------------|
| <b>Schedule Page: 114 Line No.: 46 Column: c</b> |
|--------------------------------------------------|

| Name of Respondent                                                                                                                                                                                                                                                                               |                                                                        | This Report Is:                                     |                                                                     | Date of Report                                                    | Year/Period of Report                                                |                                                                    |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------|-----------------------------------------------------|---------------------------------------------------------------------|-------------------------------------------------------------------|----------------------------------------------------------------------|--------------------------------------------------------------------|
| Northern States Power Company (Minnesota)                                                                                                                                                                                                                                                        |                                                                        | (1) <input checked="" type="checkbox"/> An Original | (2) <input type="checkbox"/> A Resubmission                         | (Mo, Da, Yr)<br>05/23/2014                                        | End of _____ 2014/Q1                                                 |                                                                    |
| STATEMENT OF INCOME                                                                                                                                                                                                                                                                              |                                                                        |                                                     |                                                                     |                                                                   |                                                                      |                                                                    |
| Quarterly                                                                                                                                                                                                                                                                                        |                                                                        |                                                     |                                                                     |                                                                   |                                                                      |                                                                    |
| 1. Report in column (c) the current year to date balance. Column (c) equals the total of adding the data in column (g) plus the data in column (i) plus the data in column (k). Report in column (d) similar data for the previous year. This information is reported in the annual filing only. |                                                                        |                                                     |                                                                     |                                                                   |                                                                      |                                                                    |
| 2. Enter in column (e) the balance for the reporting quarter and in column (f) the balance for the same three month period for the prior year.                                                                                                                                                   |                                                                        |                                                     |                                                                     |                                                                   |                                                                      |                                                                    |
| 3. Report in column (g) the quarter to date amounts for electric utility function; in column (i) the quarter to date amounts for gas utility, and in column (k) the quarter to date amounts for other utility function for the current year quarter.                                             |                                                                        |                                                     |                                                                     |                                                                   |                                                                      |                                                                    |
| 4. Report in column (h) the quarter to date amounts for electric utility function; in column (j) the quarter to date amounts for gas utility, and in column (l) the quarter to date amounts for other utility function for the prior year quarter.                                               |                                                                        |                                                     |                                                                     |                                                                   |                                                                      |                                                                    |
| 5. If additional columns are needed, place them in a footnote.                                                                                                                                                                                                                                   |                                                                        |                                                     |                                                                     |                                                                   |                                                                      |                                                                    |
| Annual or Quarterly if applicable                                                                                                                                                                                                                                                                |                                                                        |                                                     |                                                                     |                                                                   |                                                                      |                                                                    |
| 5. Do not report fourth quarter data in columns (e) and (f)                                                                                                                                                                                                                                      |                                                                        |                                                     |                                                                     |                                                                   |                                                                      |                                                                    |
| 6. Report amounts for accounts 412 and 413, Revenues and Expenses from Utility Plant Leased to Others, in another utility column in a similar manner to a utility department. Spread the amount(s) over lines 2 thru 26 as appropriate. Include these amounts in columns (c) and (d) totals.     |                                                                        |                                                     |                                                                     |                                                                   |                                                                      |                                                                    |
| 7. Report amounts in account 414, Other Utility Operating Income, in the same manner as accounts 412 and 413 above.                                                                                                                                                                              |                                                                        |                                                     |                                                                     |                                                                   |                                                                      |                                                                    |
| Line No.                                                                                                                                                                                                                                                                                         | Title of Account<br>(a)                                                | (Ref.)<br>Page No.<br>(b)                           | Total<br>Current Year to<br>Date Balance for<br>Quarter/Year<br>(c) | Total<br>Prior Year to<br>Date Balance for<br>Quarter/Year<br>(d) | Current 3 Months<br>Ended<br>Quarterly Only<br>No 4th Quarter<br>(e) | Prior 3 Months<br>Ended<br>Quarterly Only<br>No 4th Quarter<br>(f) |
| 1                                                                                                                                                                                                                                                                                                | UTILITY OPERATING INCOME                                               |                                                     |                                                                     |                                                                   |                                                                      |                                                                    |
| 2                                                                                                                                                                                                                                                                                                | Operating Revenues (400)                                               | 300-301                                             | 1,436,715,828                                                       | 1,186,713,042                                                     | 1,436,715,828                                                        | 1,186,713,042                                                      |
| 3                                                                                                                                                                                                                                                                                                | Operating Expenses                                                     |                                                     |                                                                     |                                                                   |                                                                      |                                                                    |
| 4                                                                                                                                                                                                                                                                                                | Operation Expenses (401)                                               | 320-323                                             | 997,165,123                                                         | 779,697,598                                                       | 997,165,123                                                          | 779,697,598                                                        |
| 5                                                                                                                                                                                                                                                                                                | Maintenance Expenses (402)                                             | 320-323                                             | 72,142,441                                                          | 66,448,402                                                        | 72,142,441                                                           | 66,448,402                                                         |
| 6                                                                                                                                                                                                                                                                                                | Depreciation Expense (403)                                             | 336-337                                             | 117,419,656                                                         | 96,976,312                                                        | 117,419,656                                                          | 96,976,312                                                         |
| 7                                                                                                                                                                                                                                                                                                | Depreciation Expense for Asset Retirement Costs (403.1)                | 336-337                                             | 1,843,681                                                           | 2,173,985                                                         | 1,843,681                                                            | 2,173,985                                                          |
| 8                                                                                                                                                                                                                                                                                                | Amort. & Depl. of Utility Plant (404-405)                              | 336-337                                             | 9,079,772                                                           | 7,551,778                                                         | 9,079,772                                                            | 7,551,778                                                          |
| 9                                                                                                                                                                                                                                                                                                | Amort. of Utility Plant Acq. Adj. (406)                                | 336-337                                             |                                                                     |                                                                   |                                                                      |                                                                    |
| 10                                                                                                                                                                                                                                                                                               | Amort. Property Losses, Unrecov Plant and Regulatory Study Costs (407) |                                                     |                                                                     |                                                                   |                                                                      |                                                                    |
| 11                                                                                                                                                                                                                                                                                               | Amort. of Conversion Expenses (407)                                    |                                                     |                                                                     |                                                                   |                                                                      |                                                                    |
| 12                                                                                                                                                                                                                                                                                               | Regulatory Debits (407.3)                                              |                                                     | 10,211,984                                                          | 7,058,639                                                         | 10,211,984                                                           | 7,058,639                                                          |
| 13                                                                                                                                                                                                                                                                                               | (Less) Regulatory Credits (407.4)                                      |                                                     | 56,201,466                                                          | 23,259,141                                                        | 56,201,466                                                           | 23,259,141                                                         |
| 14                                                                                                                                                                                                                                                                                               | Taxes Other Than Income Taxes (408.1)                                  | 262-263                                             | 62,572,912                                                          | 59,660,073                                                        | 62,572,912                                                           | 59,660,073                                                         |
| 15                                                                                                                                                                                                                                                                                               | Income Taxes - Federal (409.1)                                         | 262-263                                             | 9,914,552                                                           | -6,745,990                                                        | 9,914,552                                                            | -6,745,990                                                         |
| 16                                                                                                                                                                                                                                                                                               | - Other (409.1)                                                        | 262-263                                             | -265,978                                                            | -5,611,834                                                        | -265,978                                                             | -5,611,834                                                         |
| 17                                                                                                                                                                                                                                                                                               | Provision for Deferred Income Taxes (410.1)                            | 234, 272-277                                        | 123,583,308                                                         | 125,982,849                                                       | 123,583,308                                                          | 125,982,849                                                        |
| 18                                                                                                                                                                                                                                                                                               | (Less) Provision for Deferred Income Taxes-Cr. (411.1)                 | 234, 272-277                                        | 76,881,930                                                          | 71,729,969                                                        | 76,881,930                                                           | 71,729,969                                                         |
| 19                                                                                                                                                                                                                                                                                               | Investment Tax Credit Adj. - Net (411.4)                               | 266                                                 | -455,086                                                            | -669,718                                                          | -455,086                                                             | -669,718                                                           |
| 20                                                                                                                                                                                                                                                                                               | (Less) Gains from Disp. of Utility Plant (411.6)                       |                                                     |                                                                     |                                                                   |                                                                      |                                                                    |
| 21                                                                                                                                                                                                                                                                                               | Losses from Disp. of Utility Plant (411.7)                             |                                                     | 173,039                                                             |                                                                   | 173,039                                                              |                                                                    |
| 22                                                                                                                                                                                                                                                                                               | (Less) Gains from Disposition of Allowances (411.8)                    |                                                     | 80,422                                                              | 1,261,995                                                         | 80,422                                                               | 1,261,995                                                          |
| 23                                                                                                                                                                                                                                                                                               | Losses from Disposition of Allowances (411.9)                          |                                                     |                                                                     |                                                                   |                                                                      |                                                                    |
| 24                                                                                                                                                                                                                                                                                               | Accretion Expense (411.10)                                             |                                                     | 22,111,581                                                          | 21,085,156                                                        | 22,111,581                                                           | 21,085,156                                                         |
| 25                                                                                                                                                                                                                                                                                               | TOTAL Utility Operating Expenses (Enter Total of lines 4 thru 24)      |                                                     | 1,292,333,167                                                       | 1,057,356,145                                                     | 1,292,333,167                                                        | 1,057,356,145                                                      |
| 26                                                                                                                                                                                                                                                                                               | Net Util Oper Inc (Enter Tot line 2 less 25) Carry to Pg117,line 27    |                                                     | 144,382,661                                                         | 129,356,897                                                       | 144,382,661                                                          | 129,356,897                                                        |

|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                              |                                                                                                                       |                                              |                                              |                                              |          |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------|-----------------------------------------------------------------------------------------------------------------------|----------------------------------------------|----------------------------------------------|----------------------------------------------|----------|
| Name of Respondent<br>Northern States Power Company (Minnesota)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                              | This Report Is:<br>(1) <input checked="" type="checkbox"/> An Original<br>(2) <input type="checkbox"/> A Resubmission |                                              | Date of Report<br>(Mo, Da, Yr)<br>05/23/2014 | Year/Period of Report<br>End of 2014/Q1      |          |
| STATEMENT OF INCOME FOR THE YEAR (Continued)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |                                              |                                                                                                                       |                                              |                                              |                                              |          |
| 9. Use page 122 for important notes regarding the statement of income for any account thereof.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                                              |                                                                                                                       |                                              |                                              |                                              |          |
| 10. Give concise explanations concerning unsettled rate proceedings where a contingency exists such that refunds of a material amount may need to be made to the utility's customers or which may result in material refund to the utility with respect to power or gas purchases. State for each year effected the gross revenues or costs to which the contingency relates and the tax effects together with an explanation of the major factors which affect the rights of the utility to retain such revenues or recover amounts paid with respect to power or gas purchases. |                                              |                                                                                                                       |                                              |                                              |                                              |          |
| 11 Give concise explanations concerning significant amounts of any refunds made or received during the year resulting from settlement of any rate proceeding affecting revenues received or costs incurred for power or gas purchases, and a summary of the adjustments made to balance sheet, income, and expense accounts.                                                                                                                                                                                                                                                      |                                              |                                                                                                                       |                                              |                                              |                                              |          |
| 12. If any notes appearing in the report to stockholders are applicable to the Statement of Income, such notes may be included at page 122.                                                                                                                                                                                                                                                                                                                                                                                                                                       |                                              |                                                                                                                       |                                              |                                              |                                              |          |
| 13. Enter on page 122 a concise explanation of only those changes in accounting methods made during the year which had an effect on net income, including the basis of allocations and apportionments from those used in the preceding year. Also, give the appropriate dollar effect of such changes.                                                                                                                                                                                                                                                                            |                                              |                                                                                                                       |                                              |                                              |                                              |          |
| 14. Explain in a footnote if the previous year's/quarter's figures are different from that reported in prior reports.                                                                                                                                                                                                                                                                                                                                                                                                                                                             |                                              |                                                                                                                       |                                              |                                              |                                              |          |
| 15. If the columns are insufficient for reporting additional utility departments, supply the appropriate account titles report the information in a footnote to this schedule.                                                                                                                                                                                                                                                                                                                                                                                                    |                                              |                                                                                                                       |                                              |                                              |                                              |          |
| ELECTRIC UTILITY                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |                                              | GAS UTILITY                                                                                                           |                                              | OTHER UTILITY                                |                                              | Line No. |
| Current Year to Date<br>(in dollars)<br>(g)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | Previous Year to Date<br>(in dollars)<br>(h) | Current Year to Date<br>(in dollars)<br>(i)                                                                           | Previous Year to Date<br>(in dollars)<br>(j) | Current Year to Date<br>(in dollars)<br>(k)  | Previous Year to Date<br>(in dollars)<br>(l) |          |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                              |                                                                                                                       |                                              |                                              |                                              | 1        |
| 1,085,937,193                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     | 949,815,381                                  | 350,778,635                                                                                                           | 236,822,898                                  |                                              | 74,763                                       | 2        |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                              |                                                                                                                       |                                              |                                              |                                              | 3        |
| 710,048,121                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | 597,617,778                                  | 287,117,002                                                                                                           | 182,079,820                                  |                                              |                                              | 4        |
| 70,626,856                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | 64,787,565                                   | 1,515,585                                                                                                             | 1,660,837                                    |                                              |                                              | 5        |
| 108,048,689                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | 88,173,532                                   | 9,370,967                                                                                                             | 8,802,780                                    |                                              |                                              | 6        |
| 1,848,590                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         | 2,176,575                                    | -4,909                                                                                                                | -2,590                                       |                                              |                                              | 7        |
| 8,011,177                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         | 6,501,373                                    | 1,068,595                                                                                                             | 1,029,224                                    |                                              | 21,181                                       | 8        |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                              |                                                                                                                       |                                              |                                              |                                              | 9        |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                              |                                                                                                                       |                                              |                                              |                                              | 10       |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                              |                                                                                                                       |                                              |                                              |                                              | 11       |
| 9,624,956                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         | 6,682,042                                    | 587,028                                                                                                               | 376,597                                      |                                              |                                              | 12       |
| 56,200,286                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | 23,255,587                                   | 1,180                                                                                                                 | 3,554                                        |                                              |                                              | 13       |
| 57,138,415                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | 53,479,551                                   | 5,434,497                                                                                                             | 6,180,522                                    |                                              |                                              | 14       |
| 12,159,695                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | -18,964,949                                  | -2,245,143                                                                                                            | 12,218,959                                   |                                              |                                              | 15       |
| 766,190                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           | -8,921,559                                   | -1,032,168                                                                                                            | 3,309,725                                    |                                              |                                              | 16       |
| 92,522,786                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | 120,786,136                                  | 31,060,522                                                                                                            | 5,196,713                                    |                                              |                                              | 17       |
| 65,203,023                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | 62,386,637                                   | 11,678,907                                                                                                            | 9,343,332                                    |                                              |                                              | 18       |
| -376,464                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          | -588,591                                     | -78,622                                                                                                               | -81,127                                      |                                              |                                              | 19       |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                              |                                                                                                                       |                                              |                                              |                                              | 20       |
| 173,039                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |                                              |                                                                                                                       |                                              |                                              |                                              | 21       |
| 80,422                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            | 1,261,995                                    |                                                                                                                       |                                              |                                              |                                              | 22       |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                                              |                                                                                                                       |                                              |                                              |                                              | 23       |
| 22,105,493                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | 21,079,012                                   | 6,088                                                                                                                 | 6,144                                        |                                              |                                              | 24       |
| 971,213,812                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | 845,904,246                                  | 321,119,355                                                                                                           | 211,430,718                                  |                                              | 21,181                                       | 25       |
| 114,723,381                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | 103,911,135                                  | 29,659,280                                                                                                            | 25,392,180                                   |                                              | 53,582                                       | 26       |

| Name of Respondent                           |                                                                        | This Report Is:                                     |                                             | Date of Report             | Year/Period of Report                                    |                                                        |
|----------------------------------------------|------------------------------------------------------------------------|-----------------------------------------------------|---------------------------------------------|----------------------------|----------------------------------------------------------|--------------------------------------------------------|
| Northern States Power Company (Minnesota)    |                                                                        | (1) <input checked="" type="checkbox"/> An Original | (2) <input type="checkbox"/> A Resubmission | (Mo, Da, Yr)<br>05/23/2014 | End of 2014/Q1                                           |                                                        |
| STATEMENT OF INCOME FOR THE YEAR (continued) |                                                                        |                                                     |                                             |                            |                                                          |                                                        |
| Line No.                                     | Title of Account (a)                                                   | (Ref.) Page No. (b)                                 | TOTAL                                       |                            | Current 3 Months Ended Quarterly Only No 4th Quarter (e) | Prior 3 Months Ended Quarterly Only No 4th Quarter (f) |
|                                              |                                                                        |                                                     | Current Year (c)                            | Previous Year (d)          |                                                          |                                                        |
| 27                                           | Net Utility Operating Income (Carried forward from page 114)           |                                                     | 144,382,661                                 | 129,356,897                | 144,382,661                                              | 129,356,897                                            |
| 28                                           | Other Income and Deductions                                            |                                                     |                                             |                            |                                                          |                                                        |
| 29                                           | Other Income                                                           |                                                     |                                             |                            |                                                          |                                                        |
| 30                                           | Nonutility Operating Income                                            |                                                     |                                             |                            |                                                          |                                                        |
| 31                                           | Revenues From Merchandising, Jobbing and Contract Work (415)           |                                                     |                                             |                            |                                                          |                                                        |
| 32                                           | (Less) Costs and Exp. of Merchandising, Job. & Contract Work (416)     |                                                     |                                             |                            |                                                          |                                                        |
| 33                                           | Revenues From Nonutility Operations (417)                              |                                                     | 6,440,366                                   | 6,620,208                  | 6,440,366                                                | 6,620,208                                              |
| 34                                           | (Less) Expenses of Nonutility Operations (417.1)                       |                                                     | 5,583,085                                   | 4,500,937                  | 5,583,085                                                | 4,500,937                                              |
| 35                                           | Nonoperating Rental Income (418)                                       |                                                     |                                             |                            |                                                          |                                                        |
| 36                                           | Equity in Earnings of Subsidiary Companies (418.1)                     | 119                                                 | -34,902                                     | -32,405                    | -34,902                                                  | -32,405                                                |
| 37                                           | Interest and Dividend Income (419)                                     |                                                     | 746,626                                     | 173,687                    | 746,626                                                  | 173,687                                                |
| 38                                           | Allowance for Other Funds Used During Construction (419.1)             |                                                     | 5,264,070                                   | 10,262,377                 | 5,264,070                                                | 10,262,377                                             |
| 39                                           | Miscellaneous Nonoperating Income (421)                                |                                                     | 4,197,662                                   | 3,762,837                  | 4,197,662                                                | 3,762,837                                              |
| 40                                           | Gain on Disposition of Property (421.1)                                |                                                     | 3                                           | 5                          | 3                                                        | 5                                                      |
| 41                                           | TOTAL Other Income (Enter Total of lines 31 thru 40)                   |                                                     | 11,030,740                                  | 16,285,772                 | 11,030,740                                               | 16,285,772                                             |
| 42                                           | Other Income Deductions                                                |                                                     |                                             |                            |                                                          |                                                        |
| 43                                           | Loss on Disposition of Property (421.2)                                |                                                     |                                             | 2                          |                                                          | 2                                                      |
| 44                                           | Miscellaneous Amortization (425)                                       |                                                     |                                             |                            |                                                          |                                                        |
| 45                                           | Donations (426.1)                                                      |                                                     | 305,860                                     | 394,650                    | 305,860                                                  | 394,650                                                |
| 46                                           | Life Insurance (426.2)                                                 |                                                     | -1,757,182                                  | -2,984,367                 | -1,757,182                                               | -2,984,367                                             |
| 47                                           | Penalties (426.3)                                                      |                                                     | -89,703                                     | -13,500                    | -89,703                                                  | -13,500                                                |
| 48                                           | Exp. for Certain Civic, Political & Related Activities (426.4)         |                                                     | 841,571                                     | 840,397                    | 841,571                                                  | 840,397                                                |
| 49                                           | Other Deductions (426.5)                                               |                                                     | 970,152                                     | 845,970                    | 970,152                                                  | 845,970                                                |
| 50                                           | TOTAL Other Income Deductions (Total of lines 43 thru 49)              |                                                     | 270,698                                     | -916,848                   | 270,698                                                  | -916,848                                               |
| 51                                           | Taxes Applic. to Other Income and Deductions                           |                                                     |                                             |                            |                                                          |                                                        |
| 52                                           | Taxes Other Than Income Taxes (408.2)                                  | 262-263                                             | 55,359                                      | 59,745                     | 55,359                                                   | 59,745                                                 |
| 53                                           | Income Taxes-Federal (409.2)                                           | 262-263                                             | 1,664,989                                   | 2,113,569                  | 1,664,989                                                | 2,113,569                                              |
| 54                                           | Income Taxes-Other (409.2)                                             | 262-263                                             | 462,906                                     | 3,329,716                  | 462,906                                                  | 3,329,716                                              |
| 55                                           | Provision for Deferred Inc. Taxes (410.2)                              | 234, 272-277                                        | 5,121,493                                   | 681,559                    | 5,121,493                                                | 681,559                                                |
| 56                                           | (Less) Provision for Deferred Income Taxes-Cr. (411.2)                 | 234, 272-277                                        | 5,520,565                                   | 2,112,572                  | 5,520,565                                                | 2,112,572                                              |
| 57                                           | Investment Tax Credit Adj.-Net (411.5)                                 |                                                     |                                             |                            |                                                          |                                                        |
| 58                                           | (Less) Investment Tax Credits (420)                                    |                                                     |                                             |                            |                                                          |                                                        |
| 59                                           | TOTAL Taxes on Other Income and Deductions (Total of lines 52-58)      |                                                     | 1,784,182                                   | 4,072,017                  | 1,784,182                                                | 4,072,017                                              |
| 60                                           | Net Other Income and Deductions (Total of lines 41, 50, 59)            |                                                     | 8,975,860                                   | 13,130,603                 | 8,975,860                                                | 13,130,603                                             |
| 61                                           | Interest Charges                                                       |                                                     |                                             |                            |                                                          |                                                        |
| 62                                           | Interest on Long-Term Debt (427)                                       |                                                     | 45,476,603                                  | 42,876,603                 | 45,476,603                                               | 42,876,603                                             |
| 63                                           | Amort. of Debt Disc. and Expense (428)                                 |                                                     | 859,718                                     | 729,851                    | 859,718                                                  | 729,851                                                |
| 64                                           | Amortization of Loss on Required Debt (428.1)                          |                                                     | 475,351                                     | 475,351                    | 475,351                                                  | 475,351                                                |
| 65                                           | (Less) Amort. of Premium on Debt-Credit (429)                          |                                                     |                                             |                            |                                                          |                                                        |
| 66                                           | (Less) Amortization of Gain on Required Debt-Credit (429.1)            |                                                     |                                             |                            |                                                          |                                                        |
| 67                                           | Interest on Debt to Assoc. Companies (430)                             |                                                     | 62,680                                      | 51,563                     | 62,680                                                   | 51,563                                                 |
| 68                                           | Other Interest Expense (431)                                           |                                                     | 575,428                                     | 978,193                    | 575,428                                                  | 978,193                                                |
| 69                                           | (Less) Allowance for Borrowed Funds Used During Construction-Cr. (432) |                                                     | 2,455,017                                   | 4,588,774                  | 2,455,017                                                | 4,588,774                                              |
| 70                                           | Net Interest Charges (Total of lines 62 thru 69)                       |                                                     | 44,994,763                                  | 40,522,787                 | 44,994,763                                               | 40,522,787                                             |
| 71                                           | Income Before Extraordinary Items (Total of lines 27, 60 and 70)       |                                                     | 108,363,758                                 | 101,964,713                | 108,363,758                                              | 101,964,713                                            |
| 72                                           | Extraordinary Items                                                    |                                                     |                                             |                            |                                                          |                                                        |
| 73                                           | Extraordinary Income (434)                                             |                                                     |                                             |                            |                                                          |                                                        |
| 74                                           | (Less) Extraordinary Deductions (435)                                  |                                                     |                                             |                            |                                                          |                                                        |
| 75                                           | Net Extraordinary Items (Total of line 73 less line 74)                |                                                     |                                             |                            |                                                          |                                                        |
| 76                                           | Income Taxes-Federal and Other (409.3)                                 | 262-263                                             |                                             |                            |                                                          |                                                        |
| 77                                           | Extraordinary Items After Taxes (line 75 less line 76)                 |                                                     |                                             |                            |                                                          |                                                        |
| 78                                           | Net Income (Total of line 71 and 77)                                   |                                                     | 108,363,758                                 | 101,964,713                | 108,363,758                                              | 101,964,713                                            |



|                                           |                                                                                                    |                            |                       |
|-------------------------------------------|----------------------------------------------------------------------------------------------------|----------------------------|-----------------------|
| Name of Respondent                        | This Report is:                                                                                    | Date of Report             | Year/Period of Report |
| Northern States Power Company (Minnesota) | (1) <input checked="" type="checkbox"/> An Original<br>(2) <input type="checkbox"/> A Resubmission | (Mo, Da, Yr)<br>05/23/2014 | 2014/Q1               |
| FOOTNOTE DATA                             |                                                                                                    |                            |                       |

**Schedule Page: 114 Line No.: 2 Column: l**

Revenue from plant leased to others

**Schedule Page: 114 Line No.: 8 Column: l**

Expenses of plant leased to others

**Schedule Page: 114 Line No.: 12 Column: c**

|                                      | Electric            | Gas               |
|--------------------------------------|---------------------|-------------------|
| Minnesota Renewable Development Fund | \$ 5,760,146        | \$ -              |
| Minnesota Renewable Energy Standard  | 3,456,275           | -                 |
| Minnesota State Energy Policy        | 955                 | 587,028           |
| Private Fuel Storage                 | 55,089              | -                 |
| Sherco Unit 3 Depreciation Deferral  | 125,783             | -                 |
| South Dakota Infrastructure          | 226,708             | -                 |
|                                      | <u>\$ 9,624,956</u> | <u>\$ 587,028</u> |

**Schedule Page: 114 Line No.: 12 Column: d**

|                                         | Electric            | Gas               |
|-----------------------------------------|---------------------|-------------------|
| Minnesota Renewable Development Fund    | \$ 2,996,295        | \$ -              |
| Minnesota Renewable Energy Standard     | 711,206             | -                 |
| Minnesota State Energy Policy           | 570,749             | 376,597           |
| Minnesota Transmission Cost Recovery    | 1,500,685           | -                 |
| Private Fuel Storage                    | 73,874              | -                 |
| South Dakota Transmission Cost Recovery | 829,233             | -                 |
|                                         | <u>\$ 6,682,042</u> | <u>\$ 376,597</u> |

**Schedule Page: 114 Line No.: 13 Column: c**

|                                                | Electric               | Gas               |
|------------------------------------------------|------------------------|-------------------|
| Asset Retirement Obligation Regulatory Credits | \$ (23,954,083)        | \$ (1,180)        |
| Minnesota Transmission Cost Recovery           | (51,904)               | -                 |
| Private Fuel Storage                           | (25,711)               | -                 |
| South Dakota Transmission Cost Recovery        | (905,114)              | -                 |
| Theoretical Depreciation Reserve Surplus       | (31,263,474)           | -                 |
|                                                | <u>\$ (56,200,286)</u> | <u>\$ (1,180)</u> |

**Schedule Page: 114 Line No.: 13 Column: d**

|                                                | Electric               | Gas               |
|------------------------------------------------|------------------------|-------------------|
| Asset Retirement Obligation Regulatory Credits | \$ (23,255,587)        | \$ (3,554)        |
|                                                | <u>\$ (23,255,587)</u> | <u>\$ (3,554)</u> |

**Schedule Page: 114 Line No.: 46 Column: c**

Income on Company Owned Life Insurance.

**Schedule Page: 114 Line No.: 46 Column: d**

Income on Company Owned Life Insurance.

**Schedule Page: 114 Line No.: 46 Column: e**

Income on Company Owned Life Insurance.

**Schedule Page: 114 Line No.: 46 Column: f**

Income on Company Owned Life Insurance.