



414 Nicollet Mall  
Minneapolis, Minnesota 55401-1993

March 30, 2007

Ms. Patricia Van Gerpen  
Executive Director  
SD Public Utilities Commission  
500 East Capitol Avenue  
Pierre, South Dakota 57501

**RE: Northern States Power Company d/b/a Xcel Energy  
April 2007 Fuel Clause Adjustment**

Dear Ms. Van Gerpen:

Northern States Power Company d/b/a Xcel Energy hereby submits for filing the fuel clause adjustment determination for Xcel Energy for the billing month of April 2007.

The fuel clause adjustment is a positive 2.286 cents per kWh and is the value used in the application of Fuel Clause Rider No. 1 included in the Electric Rate Book, SDPUC No. 1 for Xcel Energy. This month's factor also included a credit refund of \$2,000 or 0.001 cent per kWh to re-align the carrying charge rate on unrecovered expenses based on the 9.54% overall rate of return established in the last rate case.<sup>1</sup>

#### MISO DAY 2 IMPLEMENTATION

This filing includes our reporting of the Midwest Independent System Operator ("MISO") charges under the Day 2 Market. Pursuant to the Commission's Order

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<sup>1</sup> The Company's last rate case (Docket No. EL92-016) was through a settlement with the Commission Staff and the Commission Order did not establish a final overall rate of return. As such, the prior 9.73% carry charge rate has been in use on fuel clause unrecovered expenses computation. On March 13, 2007, the Commission Staff approached the Company on the issue and recommended a refund of \$2,000 to reflect the small difference between the use of 9.73% and 9.54%. The Company accepted the Staff recommended refund and the use of 9.54% carrying charge rate beginning with the April FCA.