



414 Nicollet Mall
Minneapolis, Minnesota 55401

—Via Electronic Filing—

June 28, 2013

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

RE: JULY 2013 FUEL CLAUSE CHARGE

Dear Ms. Van Gerpen:

Northern States Power Company, doing business as Xcel Energy and operating in South Dakota, hereby submits its electric fuel clause charge (FCC) for July 2013.

Pursuant to Commission authorization of the final compliance tariffs in the Company's 2012 rate proceeding (Docket No. EL12-046), the new rates were implemented on May 1, 2013. The new Fuel Adjustment Factor (FAF) Ratio listed below also became effective:

FAF Ratio	Current	Effective May 1, 2013
Residential	1.0119	1.0216
C & I Non-Demand	1.0268	1.0204
C & I Demand	1.0089	0.9993
C & I Demand TOD On-Peak	1.2537	1.2532
C & I Demand TOD Off-Peak	0.7910	0.7947
Outdoor Lighting	0.7629	0.7421

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

July 2013	Fuel Cost Charge (\$/kWh)
Residential	0.03370
C & I Non-Demand	0.03366
C & I Demand	0.03297
C & I Demand Time of Day On-Peak	0.04134
C & I Demand Time of Day Off-Peak	0.02622
Outdoor Lighting	0.02448

Shortly after we submitted the June Fuel Cost Charge filing on May 31, 2013, we discovered there was a data problem related to “Actual Recovery” (line 17) in the true up calculation. This data error caused a larger true up credit which in turn resulted in a lower fuel cost charge for month of June. Since that time we have identified the source of this data problem and verified the issue was only confined to the one month recorded on line 17. Given the June Fuel Cost Charges had already been implemented in the billing process it would be complicated to revise the factors during June. Therefore the Company will make the correction in subsequent true up processes.

MISO CHARGES IMPLEMENTATION

MISO Day 2 Charges

This filing includes our reporting of the Midwest Independent Transmission System Operator, Inc. (MISO) charges under the Day 2 Market. Pursuant to the Commission’s April 7, 2005 Order in Docket No. EL05-008, Xcel Energy is authorized to recover the MISO Day 2 costs through the Fuel Clause Rider. On February 12, 2009, the Commission approved the Fuel Clause Rider tariff revisions (Docket No. EL08-035), which allowed the new MISO Day 2 charge types: Schedule 24, Auction Revenue Rights, and the new Financial Transmission Rights charge types, to be reflected in the Fuel Clause Rider. In compliance with this Order and the required “net” accounting of Day 2 costs and revenues, we have included in the July 2013 FCC, the net MISO Day 2 costs for May 2013 as recorded in Account 555. The MISO Day 2 cost recovery included in this July 2013 FCC is \$20,346,311, which is the net of many items. Pursuant to the above