



500 West Russell Street
Sioux Falls, South Dakota 57101

December 19, 2016

—Via Electronic Filing—

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

RE: COMPLIANCE FILING
2015 DSM STATUS REPORT AND 2017 DSM PROPOSED PLAN
DOCKET NO. EL16-018

Dear Ms. Van Gerpen:

Northern States Power Company, doing business as Xcel Energy, submits this filing in compliance with the South Dakota Public Utilities Commission's December 12, 2016 ORDER APPROVING 2015 DEMAND SIDE MANAGEMENT REPORT AND 2017 PROPOSED DEMAND SIDE MANAGEMENT PLAN in the above-noted docket. The DSM factor will change to \$0.000504 per kWh effective January 1, 2017.

Updated Tariff Sheet

Attachment A is a copy of our compliance tariff sheet as follows:

South Dakota Electric Rate Book – SDPUC No. 2

Sheet No. 5-73, revision 4

Customer Notification

Customers will receive a bill onsert in their January bills demonstrating bill impact.

An updated version of this bill onsert is included as Attachment B. The bill onsert language was adjusted from the originally filed detail in this Docket on November 29, 2016, as we have combined both the DSM Rider language and Transmission Cost Recovery Rider messages together. We have also adjusted the DSM Rider calculations to reflect the more updated data found in the TCR Recovery Rider

language; thus increasing the accuracy of the data and providing a broader view of the customer bill change.

Should you have any questions regarding this filing please contact Jessica Peterson at (612) 330-6850 or Jessica.k.peterson@xcelenergy.com.

Sincerely,

A handwritten signature in black ink that reads "Eric Pauli". The signature is written in a cursive style with a horizontal line through the middle of the first name.

ERIC PAULI
COMMUNITY RELATIONS MANAGER

Enclosures