

Northern States Power Company
South Dakota Electric Jurisdiction
TCR Rider Removal for 2021 Test Year

Purpose: The purpose of the TCR rider removal adjustment is to remove the revenues and expense components that will be recovered separately through the TCR Rider.

In this rate case, we are proposing the following:

MISO RECB Schedule 26 & 26A Revenue & Expenses

This will continue to be included in the TCR rider, however since all of the Schedule 26 and 26A projects will be rolling into base it would be appropriate to change from the Hybrid method used previously in the TCR Rider to an all-in method. The all-in method being 100% of the allocated RECB margin will go to SD customers.

Rider Project Roll-in:

Projects that were in-service by the end of 2021 will be rolled into base.

Overall twenty-six projects are being proposed to add to base rates, of which six projects are part of two Known and Measurable adjustments to reflect closings after the end of 2021; NSPM-K&M-Huntley Wilmarth and NSPM-K&M-Major Line Rebuild

Projects that are not in service by the end of 2021 will continue to be collected through the TCR rider. These projects did not have any revenue requirement in unadjustment cost of service and therefore no removal is necessary.