



Alliant Energy Corporate Services  
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Paula N. Johnson  
Senior Attorney - Regulatory

Interstate Power and Light Company  
An Alliant Energy Company

Alliant Tower  
200 First Street SE  
P.O. Box 351  
Cedar Rapids, IA 52406-0351

Office: 1.800.822.4348  
www.alliantenergy.com

April 3, 2014

Burl W. Haar  
Executive Secretary  
Minnesota Public Utilities Commission  
121 Seventh Place East, Suite 350  
St. Paul, MN 55101-2147

RE: Interstate Power and Light Company  
Docket No. E001/M-14-105  
Letter in Lieu of Reply Comments

Dear Dr. Haar:

Enclosed for e-filing with the Minnesota Public Utilities Commission (Commission), please find Interstate Power and Light Company's (IPL) Letter in Lieu of Reply Comments in the above-captioned docket.

On March 25, 2014, the Minnesota Department of Commerce, Division of Energy Resources (Department), filed its Comments indicating that it did not believe there was an obligation for IPL to include Local Sales and Use Tax (LSUT) assessments in its tariffs because it is not a franchise fee. IPL appreciates the Department's consideration, and submits the attached tariff in place of the tariff for which it originally requested approval. Please note that the attached revised tariff removes the LSUT tax assessments and accordingly, not only removes the City of Medford and Olmsted County, but also the LSUT portion of the City of Albert Lea assessment. IPL requests the Commission consider this revised tariff in place of the originally-submitted tariff in this docket.

Copies of this filing have been served on the Department, the Minnesota Attorney General-Residential and Small Business Utilities Division and the attached service list.

Respectfully Submitted,

/s/ Paula N. Johnson  
Paula N. Johnson  
Senior Attorney - Regulatory

PNJ/tao  
Enclosures

cc: Service List

STATE OF MINNESOTA

BEFORE THE MINNESOTA PUBLIC UTILITIES COMMISSION

Beverly Jones Heydinger  
David C. Boyd  
Nancy Lange  
Dan Lipschultz  
Betsy Wergin

Chair  
Commissioner  
Commissioner  
Commissioner  
Commissioner

IN THE MATTER OF INTERSTATE  
POWER AND LIGHT COMPANY'S  
REQUEST FOR ELECTRIC TARIFF  
CHANGES

DOCKET NO. E001/M-14-105

AFFIDAVIT OF SERVICE

STATE OF IOWA            )  
  ) ss.  
COUNTY OF LINN        )

Tonya A. O'Rourke, being first duly sworn on oath, deposes and states:

That on the 3<sup>rd</sup> day of April, 2014, copies of the foregoing Affidavit of Service, together with Interstate Power and Light Company's Letter in Lieu of Reply Comments, were served upon the parties on the attached service list, by e-filing, overnight delivery, electronic mail, and/or first-class mail, proper postage prepaid from Cedar Rapids, Iowa.

          /s/ Tonya A. O'Rourke            
Tonya A. O'Rourke

Subscribed and Sworn to Before Me  
this 3<sup>rd</sup> day of April, 2014

          /s/ Kathleen J. Faine            
Kathleen J. Faine  
Notary Public  
My Commission expires on February 20, 2015

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
Bobby	Adam	bobby.adam@conagrafoods.com	ConAgra	Suite 5022 11 ConAgra Drive Omaha, NE 68102	Electronic Service	No	OFF_SL_14-105_14-105
Christopher	Anderson	canderson@allete.com	Minnesota Power	30 W Superior St  Duluth, MN 558022191	Electronic Service	No	OFF_SL_14-105_14-105
Julia	Anderson	Julia.Anderson@ag.state.mn.us	Office of the Attorney General-DOC	1800 BRM Tower 445 Minnesota St St. Paul, MN 551012134	Electronic Service	Yes	OFF_SL_14-105_14-105
William A.	Blazar	bblazar@mnchamber.com	Minnesota Chamber Of Commerce	Suite 1500 400 Robert Street North St. Paul, MN 55101	Electronic Service	No	OFF_SL_14-105_14-105
Michael	Bradley	mike.bradley@lawmoss.com	Moss & Barnett	Suite 4800 90 S 7th St Minneapolis, MN 55402-4129	Electronic Service	No	OFF_SL_14-105_14-105
City	Clerk	sschulte@ci.albertlea.org	City of Albert Lea	221 E Clark St  Albert Lea, MN 56007	Paper Service	No	OFF_SL_14-105_14-105
Ian	Dobson	ian.dobson@ag.state.mn.us	Office of the Attorney General-RUD	Antitrust and Utilities Division 445 Minnesota Street, BRM Tower St. Paul, MN 55101	Electronic Service	No	OFF_SL_14-105_14-105
Sharon	Ferguson	sharon.ferguson@state.mn.us	Department of Commerce	85 7th Place E Ste 500  Saint Paul, MN 551012198	Electronic Service	No	OFF_SL_14-105_14-105
David	Grover	dgrover@itctransco.com	ITC Midwest	901 Marquette Avenue Suite 1950 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_14-105_14-105
Burl W.	Haar	burl.haar@state.mn.us	Public Utilities Commission	Suite 350 121 7th Place East St. Paul, MN 551012147	Electronic Service	Yes	OFF_SL_14-105_14-105

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
Annete	Henkel	mui@mutilityinvestors.org	Minnesota Utility Investors	413 Wacouta Street #230 St. Paul, MN 55101	Electronic Service	No	OFF_SL_14-105_14-105
Linda	Jensen	linda.s.jensen@ag.state.mn.us	Office of the Attorney General-DOC	1800 BRM Tower 445 Minnesota Street  St. Paul, MN 551012134	Electronic Service	No	OFF_SL_14-105_14-105
Paula N.	Johnson	PaulaJohnson@alliantenergy.com	Interstate Power and Light Company	200 First Street SE PO Box 351 Cedar Rapids, IA 524060351	Electronic Service	No	OFF_SL_14-105_14-105
Jim	Krueger	jkrueger@fmcs.coop	Freeborn-Mower Cooperative Services	Box 611  Albert Lea, MN 56007	Electronic Service	No	OFF_SL_14-105_14-105
John	Lindell	agorud.ecf@ag.state.mn.us	Office of the Attorney General-RUD	1400 BRM Tower 445 Minnesota St St. Paul, MN 551012130	Electronic Service	Yes	OFF_SL_14-105_14-105
Kavita	Maini	kmains@wi.rr.com	KM Energy Consulting LLC	961 N Lost Woods Rd  Oconomowoc, WI 53066	Electronic Service	No	OFF_SL_14-105_14-105
Pam	Marshall	pam@energycents.org	Energy CENTS Coalition	823 7th St E  St. Paul, MN 55106	Electronic Service	No	OFF_SL_14-105_14-105
David	Moeller	dmoeller@allete.com	Minnesota Power	30 W Superior St  Duluth, MN 558022093	Electronic Service	No	OFF_SL_14-105_14-105
Carl	Nelson	cnelson@mncee.org	Center for Energy and Environment	212 3rd Ave N Ste 560  Minneapolis, MN 55401	Electronic Service	No	OFF_SL_14-105_14-105
Steven	Nyhus	swnyhus@flaherty-hood.com	Flaherty & Hood PA	525 Park St Ste 470  Saint Paul, MN 55103	Electronic Service	No	OFF_SL_14-105_14-105

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
Kent	Ragsdale	kentragdale@alliantenergy.com	Alliant Energy-Interstate Power and Light Company	P.O. Box 351 200 First Street, SE Cedar Rapids, IA 524060351	Electronic Service	No	OFF_SL_14-105_14-105
Richard	Savelkoul	rsavelkoul@martinsquires.com	Martin & Squires, P.A.	332 Minnesota Street Ste W2750  St. Paul, MN 55101	Electronic Service	No	OFF_SL_14-105_14-105
Larry L.	Schedin	Larry@LLSResources.com	LLS Resources, LLC	12 S 6th St Ste 1137  Minneapolis, MN 55402	Electronic Service	No	OFF_SL_14-105_14-105
Matthew J.	Schuerger P.E.	mjsreg@earthlink.net	Energy Systems Consulting Services, LLC	PO Box 16129  St. Paul, MN 55116	Electronic Service	No	OFF_SL_14-105_14-105
Ron	Spangler, Jr.	rlspangler@otpc.com	Otter Tail Power Company	215 So. Cascade St. PO Box 496 Fergus Falls, MN 565380496	Electronic Service	No	OFF_SL_14-105_14-105
Robyn	Woeste	robynwoeste@alliantenergy.com	Interstate Power and Light Company	200 First St SE  Cedar Rapids, IA 52401	Electronic Service	No	OFF_SL_14-105_14-105

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RATE DESIGNATION: TAX ADJUSTMENT MTX  
CLASS OF SERVICE: ALL CLASSES  
SERVICE: AREA ALL MINNESOTA SERVICE AREA

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Applicable:

Should any tax or franchise fee, federal, state or local be levied upon the sales of electricity hereunder, or upon the seller measured by the electricity sold or the revenue received from such sale, such tax shall be added to the net bill unless exempted under provisions of the Minnesota statutes, rules, and regulations applicable hereunder. The Company remits 100% of the taxes and franchise fees collected on billings for electric service under this tariff to the governmental taxing authority.

The Company will notify the Minnesota Public Utilities Commission of any new, renewed, expired, or changed fee, authorized by Minnesota Statute § 216B.36 to raise revenue, at least 60 days prior to its implementation. If the Company receives less than 60 days' notice of a repealed or reduced fee from a city, the Company will notify the Minnesota Public Utilities Commission within 10 business days of receiving notice. Notification to the Minnesota Public Utilities Commission will include a copy of the relevant franchise fee ordinance, or other operative document authorizing imposition of, or change in, the fee.

The Company will include the following language on the first bill to a customer on which a new or modified fee is listed:

The MUNICIPALITY granted Interstate Power and Light Company (IPL) a franchise to operate within the City limits. An electric franchise fee of X% of gross revenues will be imposed on customers effective MM/DD/YYYY. The line item appears on your bill as "City Franchise Fee." IPL remits 100% of this fee to the MUNICIPALITY.

Current Applicable Requirements:

Minnesota Sales Tax:

A state sales tax, as set forth in Minnesota Statute §297A.61 and Minnesota Rule 8130.1100 of the Minnesota code, shall be applied to all billings for electric service, unless exempted under the provisions of Minnesota Statute §297A.67, and regulations applicable thereto.

Local Sales Tax:

Where a local sales tax, as set forth in Minnesota Statute §297A.99, has been imposed by a local political subdivision for a local community and consistent with Minnesota Rule 8130.1100 of the Minnesota code, such a local tax shall be applied to all billings for electric service, unless exempted under the provisions of Minnesota Statute §297A.67, and regulations applicable thereto.

Franchise Fees:

Albert Lea:

A franchise fee of 4.50 percent shall be applied to all billings for electric service furnished within the city of Albert Lea.

Medford:

A franchise fee of 3.00 percent shall be applied to all billings for electric service furnished within the city of Medford, authorized August 27, 2007.

Owatonna:

A franchise fee commencing January 1, 2003, shall be calculated for each customer based upon a customer's peak kW demand and total amount of electric kWh energy delivered during the calendar year of consideration according to the following schedule:

- Peak kW demand less than 100 kW = \$0.0016 per kWh delivered during the calendar year,
- Peak kW demand greater than 100 kW = \$0.0014 per kWh delivered during the calendar year.

Winnebago:

A franchise fee of 2.00 percent shall be applied to all billings for electric service furnished within the city of Winnebago, authorized January 1, 2012.

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Date Filed: April 3, 2014

Proposed Effective Date: June 3, 2014

By: Erik C. Madsen – Director, Regulatory Affairs

INTERSTATE POWER and LIGHT COMPANY  
ELECTRIC TARIFF  
FILED WITH M.P.U.C.

ORIGINAL VOLUME NO. 8

~~SUBSTITUTE~~ TWENTY-~~THIRD~~~~SECOND~~ REVISED SHEET NO. 32  
Canceling TWENTY-~~SECOND~~~~FIRST~~ REVISED SHEET NO. 32

RATE DESIGNATION: TAX ADJUSTMENT  
CLASS OF SERVICE: ALL CLASSES  
SERVICE: AREA ALL MINNESOTA SERVICE AREA

MTX

Applicable:

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Albert Lea:

~~A local sales tax of 0.50 percent shall be applied to all utility billings for electric service furnished within the city of Albert Lea.~~

Franchise Fees:

Albert Lea:

A franchise fee of 4.50 percent shall be applied to all billings for electric service furnished within the city of Albert Lea.

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Date Filed: ~~August 21, 2013~~ April 3, 2014

Proposed Effective Date: ~~July 23, 2013~~ June 3, 2014

By: Erik C. Madsen – Director, Regulatory Affairs

~~Docket No. E,G-999/CI-09-970~~

Order Date: July 23, 2013