

October 11, 2024

Will Seuffert
Executive Secretary
Minnesota Public Utilities Commission
121 7th Place East, Suite 350
St. Paul, Minnesota 55101-2147

RE: Response Letter of the Minnesota Department of Commerce

Docket No. G002/M-24-31

Dear Mr. Seuffert:

On May 1, 2024, Northern States Power Company d/b/a Xcel Energy (Xcel or the Company) filed its 2023 Natural Gas Service Quality Performance Report (Annual Report) requesting the Minnesota Public Utilities Commission (Commission) accept the 2023 Annual Report.

In the Department's <u>Comments</u> filed on September, 16, 2024, the Department provided its analysis and recommended that the Commission accept the Company's Annual Report and find that Xcel has completed their excess flow valve and manual shut-off valve outreach pursuant to the Commission's July 31, 2019 Order in Docket No. G999/CI-18-41. The Department also asked Xcel to file reply comments describing what efforts the Company is taking to improve locating practices for excavation tickets and reduce at fault damages.

The Company provided the requested Reply Comments on October 4, 2024. Xcel noted that approximately 75% of locating work is performed by vendors under contract with the Company, and approximately 98% of the insufficient locating practices occur under vendor work. As a result, Xcel focused its improvement efforts on vendor performance. According to Xcel, when the root cause of excavation damages is due to insufficient locating practices, the technician's Operator Qualification is suspended, and they must be retrained and requalified before resuming locating duties. Lessons learned are also shared with other technicians. The Company also noted there is a financial incentive for vendors to avoid damages, by requiring vendors to pay for damages caused by the vendor.

The Department appreciates the additional information provided in the Company's Reply Comments and continues to recommend the Commission accept Xcel's 2023 Annual Report and find that Xcel has

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completed their EFV and manual shut-off valve outreach pursuant to the Commission's July 31, 2019 Order in Docket No. G999/CI-18-41.

Sincerely,

/s/ Peter Wyckoff, Ph.D.
Deputy Commissioner, Division of Energy Resources

MBK/ad Attachment

CERTIFICATE OF SERVICE

I, Sharon Ferguson, hereby certify that I have this day, served copies of the following document on the attached list of persons by electronic filing, certified mail, e-mail, or by depositing a true and correct copy thereof properly enveloped with postage paid in the United States Mail at St. Paul, Minnesota.

Minnesota Department of Commerce Letter

Docket No. G002/M-24-31

Dated this 11th day of October 2024

/s/Sharon Ferguson

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
John	Coffman	john@johncoffman.net	AARP	871 Tuxedo Blvd. St, Louis, MO 63119-2044	Electronic Service	No	OFF_SL_24-31_M-24-31
Generic Notice	Commerce Attorneys	commerce.attorneys@ag.st ate.mn.us	Office of the Attorney General-DOC	445 Minnesota Street Suite 1400 St. Paul, MN 55101	Electronic Service	Yes	OFF_SL_24-31_M-24-31
George	Crocker	gwillc@nawo.org	North American Water Office	5093 Keats Avenue Lake Elmo, MN 55042	Electronic Service	No	OFF_SL_24-31_M-24-31
Sharon	Ferguson	sharon.ferguson@state.mn .us	Department of Commerce	85 7th Place E Ste 280 Saint Paul, MN 551012198	Electronic Service	No	OFF_SL_24-31_M-24-31
Edward	Garvey	edward.garvey@AESLcons ulting.com	AESL Consulting	32 Lawton St Saint Paul, MN 55102-2617	Electronic Service	No	OFF_SL_24-31_M-24-31
Todd J.	Guerrero	todd.guerrero@kutakrock.c om	Kutak Rock LLP	Suite 1750 220 South Sixth Stree Minneapolis, MN 554021425	Electronic Service	No	OFF_SL_24-31_M-24-31
Annete	Henkel	mui@mnutilityinvestors.org	Minnesota Utility Investors	413 Wacouta Street #230 St.Paul, MN 55101	Electronic Service	No	OFF_SL_24-31_M-24-31
Michael	Норре	lu23@ibew23.org	Local Union 23, I.B.E.W.	445 Etna Street Ste. 61 St. Paul, MN 55106	Electronic Service	No	OFF_SL_24-31_M-24-31
Richard	Johnson	Rick.Johnson@lawmoss.co m	Moss & Barnett	150 S. 5th Street Suite 1200 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_24-31_M-24-31
Sarah	Johnson Phillips	sarah.phillips@stoel.com	Stoel Rives LLP	33 South Sixth Street Suite 4200 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_24-31_M-24-31

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
Peder	Larson	plarson@larkinhoffman.co m	Larkin Hoffman Daly & Lindgren, Ltd.	8300 Norman Center Drive Suite 1000 Bloomington, MN 55437	Electronic Service	No	OFF_SL_24-31_M-24-31
David	Moeller	dmoeller@allete.com	Minnesota Power	30 W Superior St Duluth, MN 558022093	Electronic Service	No	OFF_SL_24-31_M-24-31
Andrew	Moratzka	andrew.moratzka@stoel.co m	Stoel Rives LLP	33 South Sixth St Ste 4200 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_24-31_M-24-31
David	Niles	david.niles@avantenergy.c om	Minnesota Municipal Power Agency	220 South Sixth Street Suite 1300 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_24-31_M-24-31
Generic Notice	Residential Utilities Division	residential.utilities@ag.stat e.mn.us	Office of the Attorney General-RUD	1400 BRM Tower 445 Minnesota St St. Paul, MN 551012131	Electronic Service	Yes	OFF_SL_24-31_M-24-31
Christine	Schwartz	Regulatory.records@xcele nergy.com	Xcel Energy	414 Nicollet Mall FL 7 Minneapolis, MN 554011993	Electronic Service	No	OFF_SL_24-31_M-24-31
Will	Seuffert	Will.Seuffert@state.mn.us	Public Utilities Commission	121 7th PI E Ste 350 Saint Paul, MN 55101	Electronic Service	Yes	OFF_SL_24-31_M-24-31
James M	Strommen	jstrommen@kennedy- graven.com	Kennedy & Graven, Chartered	150 S 5th St Ste 700 Minneapolis, MN 55402	Electronic Service	No	OFF_SL_24-31_M-24-31