

414 Nicollet Mall Minneapolis, Minnesota 55401

PUBLIC DOCUMENT NOT PUBLIC DATA HAS BEEN EXCISED

September 19, 2018

-Via Electronic Filing-

Daniel P. Wolf Executive Secretary Minnesota Public Utilities Commission 121 7th Place East, Suite 350 St. Paul, MN 55101

RE: PETITION COMPENSATION AND ORDERLY TRANSFER AGREEMENT AND BILL OF SALE BETWEEN KASSON PUBLIC UTILITIES AND XCEL ENERGY DOCKET NO. E002,257/SA-18-____

Dear Mr. Wolf:

Enclosed is a Joint Petition submitted by Northern States Power Company, doing business as Xcel Energy, and the Kasson Public Utilities seeking approval of a Compensation and Orderly Transfer Agreement and Bill of Sale (Agreement) between the two parties.

The list below identifies where items in the checklist for content of agreed upon service area agreements can be found in this filing.

Checklist	Location
Joint letter explaining the change	Petition
Contact Information for both utilities	This letter, page 2 and Petition, pages 3 and 4
Legal description of the properties in question	Schedule A, page 6 (addresses)
Explanation of why agreements are consistent with Minn. Stat. §216B.39	Petition at page 3
Permanent boundary change or service by exception	Permanent, see Petition at page 3
Compensation and Orderly Transfer Agreement and Bill of Sale	Schedule A
Digital or paper map	Schedule A, page 7

Customer Notice

A notice will be sent to the affected land owners and business owners (See Schedule B).

Customer class	Affected Customers*	Date Notice Provided
Residential	4	Within 5 business days of filing.
Commercial	8	Within 5 business days of filing.

*Recital A of the agreement incorrectly refers to 13 customers currently receiving electric service.

Utility Employee Responsible for Filing

Lisa Peterson Manager, Regulatory Analysis Xcel Energy 414 Nicollet Mall, 401 - 7th Floor Minneapolis, MN 55401 (612) 330-7681 Theresa Coleman City Administrator Kasson Public Utilities 401 5th Street SE Kasson, MN 55944 (507) 634-6320

Electronic Service

Pursuant to Minn. R. 7829.0700, the parties request that the following persons be placed on the Commission's official service list for this proceeding:

For the City of Kasson Public Utilities:

Kaela Brennan Attorney McGrann, Shea Carnival, Straughn & Lamb, Chartered 800 Nicollet Mall, Suite 2600 Minneapolis, MN 55402 <u>kmb@mcgrannshea.com</u>

For Xcel Energy:

Mara K. Ascheman Senior Attorney Xcel Energy 414 Nicollet Mall, 401 - 8th Floor Minneapolis, MN 55401 mara.k.ascheman@xcelenergy.com Theresa Coleman City Administrator Kasson Public Utilities

401 5th Street SE Kasson, MN 55944 <u>cityadministrator@cityofkasson.com</u>

Carl Cronin Regulatory Administrator Xcel Energy 414 Nicollet Mall, 401 - 7th Floor Minneapolis, MN 55401 regulatory.records@xcelenergy.com

GIS data

David Olson of Xcel Energy and Mrs. Coleman of Kasson will work with Norm Anderson of MNGeo and Commission staff to provide mapping information.

Schedule A to this filing contains private data on individuals, such as customer names and addresses and security data related to transformers. This information is non-public data under Minn. Stat. § 13.679, and for this reason we are making both public and non-public filings of this schedule. This information has been marked as Protected Data pursuant to Minn. R. 7829.0500.

We have electronically filed this document with the Minnesota Public Utilities Commission, and copies have been served on the parties on the attached service list.

Please contact me at <u>lisa.r.peterson@xcelenergy.com</u> or (612) 330-7681 or Jennifer Roesler at <u>jennifer.roesler@xcelenergy.com</u> or (612) 330-1925 if you have any questions regarding this filing.

Sincerely,

/s/

LISA PETERSON MANAGER, REGULATORY ANALYSIS

Enclosures

c: Service List

Theresa Coleman, City Administrator, Kasson Public Utilities

STATE OF MINNESOTA BEFORE THE MINNESOTA PUBLIC UTILITIES COMMISSION

Nancy Lange Dan Lipschultz Matthew Schuerger Katie Sieben John Tuma Chair Commissioner Commissioner Commissioner

IN THE MATTER OF THE PETITION FOR APPROVAL OF A COMPENSATION AND ORDERLY TRANSFER AGREEMENT AND BILL OF SALE BETWEEN NORTHERN STATES POWER COMPANY AND KASSON PUBLIC UTILITIES DOCKET NO. E002,257/SA-18-____

PETITION

INTRODUCTION

Pursuant to Minn. Stat. §216B.40 and related Minnesota Rules, Northern States Power Company, doing business as Xcel Energy, and Kasson Public Utilities (the City) hereby submit to the Minnesota Public Utilities Commission (the Commission), a joint petition for approval of the termination of a service-by-exception arrangement and the permanent adjustment of service territory boundaries, as reflected in the Compensation and Orderly Transfer Agreement and Bill of Sale (the Agreement) between Xcel Energy and the Kasson Public Utilities.

I. Summary of Filing

A one-paragraph summary of the filing accompanies this Petition.

II. Service on Other Parties

Xcel Energy has served a copy of this Petition on the attached service list.

III. Proposed Hearing Notice

Pursuant to Minn. Stat. §§216B.17, 216B.18, and 216B.39 subd. 3, a Proposed Hearing Notice is included as Schedule C.

IV. General Filing Information

A. Name, Address, and Telephone Number of Utility

Northern States Power Company, doing business as Xcel Energy 414 Nicollet Mall Minneapolis, MN 55401 (612) 330-5500

Kasson Public Utilities 401 5th Street SE Kasson, MN 55944 (507) 634-6320

B. Name, Address, and Telephone Number of Utility Attorneys

Mara K. Ascheman Senior Attorney Xcel Energy Services Inc. 414 Nicollet Mall, 401 - 8th Floor Minneapolis, MN 55401 (612) 215-4605 mara.k.ascheman@xcelenergy.com

Kaela Brennan Attorney McGrann, Shea, Carnival, Straughn & Lamb, Chartered 800 Nicollet Mall, Suite 2600 Minneapolis, MN 55402 <u>kmb@mcgrannshea.com</u>

C. Date of Filing

The date of this filing is September 19, 2018.

D. Controlling Statute

Exclusive electric service territories have existed in Minnesota since 1974, and are considered necessary to encourage the development of coordinated statewide electric

service, to eliminate or avoid unnecessary duplication of utility facilities, and to promote economical, efficient, and adequate electric service to the public.

Minn. Stat. §216B.37 provides electric utilities the exclusive right to serve customers within an assigned service territory, and Minn. Stat. §216B.40 prohibits the provision of retail electric service by another utility within that assigned service territory, absent written consent.

Minn. Stat. §§216B.37-216B.47 provide the terms and conditions under which a city may extend retail electric service throughout the corporate limits of the city and authorize and permit electric utilities to define and revise their electric service territories by their written consent and agreement. Thus, two parties may agree to modify the boundary between their service territories by requesting Commission approval after notice and hearing under Minn. Stat. §216B.39, or service by exception is consented to under Minn. Stat. §216B.40.

There are two different types of service territory issues in this Agreement, included as Schedule A:

- First, as contemplated in Recital B, customers that were served by Xcel Energy by exception are in Kasson Public Utilities' service territory. On May 26, 2017, Kasson Public Utilities provided notice of termination of the service-by-exception. Kasson Public Utilities will compensate Xcel Energy for the applicable facilities, as contemplated in Paragraph 1 of the Agreement.
- Second, as contemplated in Recital C, a portion of adjacent Xcel Energy service territory owned by one of the Exception Customers is being transferred to Kasson Public Utilities. Kasson Public Utilities will compensate Xcel Energy for the permanent transfer of this service territory, as contemplated in Paragraph 3 of the Agreement.

This Agreement is consistent with Minn. Stats. §216B.39 and §216B.40 because it avoids the unnecessary duplication of facilities, provides adequate electric service to all areas and customers affected, and promotes the efficient and economical use and development of the electric systems of the contracting electric utilities. The Agreement includes a permanent boundary change for a portion of service area from Xcel Energy to Kasson Public Utilities; in addition, certain customers that were previously served by Xcel Energy by exception will now be served by Kasson Public Utilities.

E. Utility Employee Responsible for Filing

Lisa Peterson Manager, Regulatory Analysis Xcel Energy 414 Nicollet Mall, 401 - 7th Floor Minneapolis, MN 55401 (612) 330-7681 Theresa Coleman City Administrator Kasson Public Utilities 401 5th Street SE Kasson, MN 55944 (507) 634-6320

V. MISCELLANEOUS INFORMATION

Pursuant to Minn. R. 7829.0700, the parties request that the following persons be placed on the Commission's official service list for this proceeding:

For Kasson Public Utilities:

Kaela Brennan	Theresa Coleman
Attorney	City Administrator
McGrann, Shea, Carnival, Straughn &	Kasson Public Utilities
Lamb, Chartered	
800 Nicollet Mall, Suite 2600	401 5 th Street SE
Minneapolis, MN 55402	Kasson, MN 55944
kmb@mcgrannshea.com	cityadministrator@cityofkasson.com

For Xcel Energy:

Mara K. Ascheman	Carl Cronin
Senior Attorney	Regulatory Admin
Xcel Energy	Xcel Energy
414 Nicollet Mall, 401 - 8 th Floor	414 Nicollet Mall
Minneapolis, MN 55401	Minneapolis, MN
mara.k.ascheman@xcelenergy.com	regulatory.records

Carl Cronin Regulatory Administrator Xcel Energy 414 Nicollet Mall, 401 - 7th Floor Minneapolis, MN 55401 regulatory.records@xcelenergy.com

Any information requests in this proceeding should be submitted to Xcel Energy via the Regulatory Records e-mail address above and to Kasson Public Utilities to Ms. Brennan at the e-mail address above.

VI. Description and Purpose of Filing

A. Reasons for the Filing

The purpose of this filing is to request approval of the permanent boundary change and to update the Commission records as to the termination of a service-by-exception

arrangement, all as provided in the Compensation and Orderly Transfer Agreement and Bill of Sale between Xcel Energy and Kasson Public Utilities.

B. Affected Customers and Existing Facilities

In the Agreement provided in Schedule A, Kasson Public Utilities will begin serving the sites that Xcel Energy had been serving by exception. Kasson Public Utilities will compensate Xcel Energy for the applicable facilities. The parties have also agreed to transfer to Kasson Public Utilities a portion of the adjacent service territory that is owned by one of the exception customers.

We have provided, as Schedule B to this Petition, a copy of the letters that will be sent to the customers providing information related to this proceeding.

C. Attached Documents

- Schedule A: Compensation and Orderly Transfer Agreement and Bill of Sale
- Schedule B: Letters to customers
- Schedule C: Proposed Hearing Notice

CONCLUSION

For the reasons contained herein, we respectfully request the Commission approve the service territory adjustments in the Agreement between Xcel Energy and Kasson Public Utilities.

Dated: September 19, 2018

Northern States Power Company and Kasson Public Utilities

STATE OF MINNESOTA BEFORE THE MINNESOTA PUBLIC UTILITIES COMMISSION

Nancy Lange Dan Lipschultz Matthew Schuerger Katie Sieben John Tuma Chair Commissioner Commissioner Commissioner

IN THE MATTER OF THE PETITION FOR APPROVAL OF A COMPENSATION AND ORDERLY TRANSFER AGREEMENT AND BILL OF SALE BETWEEN NORTHERN STATES POWER COMPANY AND KASSON PUBLIC UTILITIES DOCKET NO. E002,257/SA-18-____

SUMMARY

Summary of Filing

Please take notice that on September 19, 2018, Northern States Power Company, doing business as Xcel Energy, and Kasson Public Utilities (the City) filed with the Minnesota Public Utilities Commission a joint petition for approval of service territory adjustments within the Compensation and Orderly Transfer Agreement and Bill of Sale between Xcel Energy and the City. The Agreement will return to Kasson Public Utilities customers that Xcel Energy had been serving by exception, Kasson Public Utilities will compensate Xcel Energy for the applicable facilities, and permanently transfer a portion of service territory to Kasson Public Utilities from Xcel Energy in Dodge County.

COMPENSATION AND ORDERLY TRANSFER AGREEMENT AND BILL OF SALE

This Compensation and Orderly Transfer, Agreement and Bill of Sale ("Agreement"), is made and entered into as of the 2th day of Agreement", 2018, by and between NORTHERN STATES POWER COMPANY, a Minnesota corporation, d/b/a Xcel Energy, with its principal office located at 414 Nicollet Mall, Minneapolis, Minnesota ("Xcel Energy"), and the Kasson Public Utilities, City of Kasson, a Minnesota municipal utility, with its principal office located at 401 5th Street SE, Kasson, MN 55944, Minnesota ("Kasson"), each a "Party" and collectively, "the Parties."

RECITALS

A. The Parties entered an Exception Agreement dated April 24, 2013 ("2013 Agreement"), which provided Xcel Energy the limited right to provide electric service by exception within Kasson's assigned electric service territory. The 2013 Agreement included 14 electric service locations (of which 13 are currently receiving electric service), as depicted in further detail in Exhibit A (the "Exception Customers").

B. Under the 2013 Agreement, Kasson may choose to serve the Exception Customers (1) by providing 90-days notice to Xcel Energy, and (2) by paying compensation for applicable Xcel Energy facilities. Kasson provided notice to Xcel Energy in a letter dated May 26, 2017. The 2013 Agreement further provides that the Parties will memorialize the terms and conditions of their agreement as to compensation, and the Parties desire to do so in this Agreement.

C. To coordinate service and avoid unnecessary duplication of facilities, the Parties have also agreed to transfer to Kasson a portion of the adjacent service territory that is owned by one of the Exception Customers. The area to be permanently transferred to Kasson is further described and depicted in Exhibit B (the "Transfer Area").

NOW THEREFORE, in consideration of the promises exchanged herein and other consideration, the sufficiency of which is hereby acknowledged, the Parties agree as follows:

1. <u>Transfer of Facilities.</u> Pursuant to the 2013 Agreement, Kasson will pay Xcel Energy the net book value (original cost less depreciation) of the electric service facilities in place to serve the Exception Customers at the time of the notice, as well as the Transfer Area (the "Facilities"). Xcel Energy has calculated the value of the Facilities to be \$ 43,178.56. The Facilities are described in greater detail on Exhibit C. Payment for the Facilities shall be made within thirty (30) days of Kasson's receipt of (a) Xcel Energy's executed signature pages of this Agreement, and (b) Xcel Energy's invoice for the Facilities.

1.1 Xcel Energy hereby sells, conveys, transfers, assigns and sets over to Kasson, its successors and assigns, all of the right, title and interest of the Xcel Energy

in and to the Facilities. Kasson hereby accepts the assignment of all of the right, title and interest of Xcel Energy in and to the Facilities.

2. <u>No Additional Payment.</u> As provided in the 2013 Agreement, and in recognition that the Exception Customers remain part of Kasson's assigned electric service territory, except as set forth in Section 1.0 above, Kasson shall provide no compensation to Xcel Energy, including, but not limited to, payment for loss of revenue, integration expense, or other appropriate factors for the Exception Customers.

3. <u>The Transfer Area.</u> The exclusive right and obligation to serve the Transfer Area shall permanently transfer to Kasson on August 1, 2018, or on a date mutually agreed upon in writing between the Parties. In consideration for the permanent transfer of the Transfer Area, Kasson agrees to pay Xcel Energy \$448 as loss-of-revenues for the service that currently exists in the Transfer Area. The payment shall be made as provided in Section 1. The Parties agree to cooperate fully in notifying any affected customers and in arranging the transfer of service to be as convenient and seamless as possible. Should any additional services be installed in the Transfer Area on or before January 1, 2028, Kasson shall contact Xcel Energy and the parties will negotiate a mutually agreeable loss-of-revenues amount for the additional service(s).

4. <u>Orderly Transfer of Service to Exception Customers.</u> Service to the Exception Customers shall transfer to Kasson on August 1, 2018, or on a date mutually agreed upon in writing between the Parties. The Parties agree to cooperate fully in notifying the affected customers as to the transfer of electric service and in arranging the transfer of service to be as convenient and seamless as possible.

5. <u>Representations and Warranties.</u> Kasson and Xcel Energy hereby mutually represent and warrant, each to the other, as follows:

(a) Each is duly organized and existing in good standing under the laws of the State of Minnesota and each has all requisite power and authority to own, lease, and operate its electric service facilities;

(b) Each has the power and authority to execute, deliver, and carry out the terms and provisions of this Agreement and has taken all the necessary corporate action to authorize the execution, delivery, and performance of this Agreement;

(c) This Agreement constitutes a valid and binding obligation of each Party, enforceable in accordance with its terms and except as provided in Section 5, no consent, authorization, approval, or exemption by any governmental or public body or authority is required in connection with the execution, delivery, and performance by each of the Parties of this Agreement; and

(d) Neither Party knows of any claim that may be asserted against the other arising from facts and circumstances occurring prior to the date hereof and relating to the

provision of electric service to the Exception Customers under the laws of the State of Minnesota governing exclusive electric service territories or relating to the Facilities.

5.1 Xcel Energy represents and warrants to Kasson that it has good and marketable title to the Facilities.

5.2 All representations and warranties herein shall survive the execution and delivery of this Agreement.

MPUC Filing. In conjunction with the signing of this Agreement, the Parties will 6. prepare and complete a joint filing to the Minnesota Public Utilities Commission (the "Commission") by the Parties reflecting the termination of the service-by-exception for the Exception Customers, the permanent transfer of the Transfer Area, and the updating of the electric service territory maps, along with this Agreement as evidence of the Parties' resolution of compensation. Both Parties' retain the right to review the joint filing before signature. Upon the filing of the document, Kasson will send a notice to all affected customers informing them of the transfer of service and the Commission This notice shall provide the Commission's address and the docket proceeding. number to facilitate any customer participation in the proceeding. Xcel Energy shall retain the right to review the notice before sending. The Parties shall each, at their own expense, exercise any and all lawful efforts reasonable and necessary to respond to any questions by the Commission, Department of Commerce, or other agency, and to assure approval.

7. Miscellaneous.

7.1 <u>Entire Agreement.</u> This Agreement (including recitals and exhibits hereto) constitutes the entire Agreement and, with respect to service to the Exception Customers and compensation to Xcel Energy, supersedes all prior agreements and understandings, oral and written, between the Parties. This Agreement may only be amended in writing, signed by each of the Parties. Headings are provided for convenience and are not a part of this Agreement.

7.2 <u>Severence.</u> If any provision in this Agreement is determined by any court of competent jurisdiction to be invalid, illegal, or unenforceable in any respect, the validity, legality, and enforceability of the remaining provisions will not in any way be affected or impaired.

7.3 <u>Assignment.</u> This Agreement will inure to the benefit of the Parties hereto and shall be binding on them and their respective legal representatives, successors and assigns. Provided, however, neither Party hereto may assign any of its rights herein to any person without the prior written consent of the other Party.

7.4 <u>Joint Drafting.</u> The Parties agree that they participated equally in, and are jointly responsible for, the drafting of this Agreement. In the event of any dispute, any ambiguity in this Agreement shall not be construed against either Party.

7.5 <u>Counterparts.</u> This Agreement may be executed in counterpart copies by the Parties and each counterpart, when taken together with the other, shall be deemed one and the same executed Agreement.

7.6 <u>Choice of Laws.</u> This Agreement shall be construed and interpreted in accordance with the laws of the State of Minnesota and excluding any choice of law or rules that may direct the application of laws of another jurisdiction.

IN WITNESS WHEREOF, the Parties hereto have executed this Agreement as of the day and year first above written and the Parties agree to take such additional steps and actions including execution of such instruments and other documents as are reasonably necessary to effectuate the intentions of expressed hereby.

Northern States Power Company, a Minnesota corporation

Kasson Public Utilities, City of Kasson

By: _____ Greg Chamberlain Regional Vice President, Xcel Energy

Ane By:

Stephen R. Foss Regional Vice President, Distribution Operations, Xcel Energy

By: Its:

Administrator

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7.6 <u>Choice of Laws.</u> This Agreement shall be construed and interpreted in accordance with the laws of the State of Minnesota and excluding any choice of law or rules that may direct the application of laws of another jurisdiction.

IN WITNESS WHEREOF, the Parties hereto have executed this Agreement as of the day and year first above written and the Parties agree to take such additional steps and actions including execution of such instruments and other documents as are reasonably necessary to effectuate the intentions of expressed hereby.

Northern States Power Company, a Minnesota corporation

Bv:

Greg Chamberlain Regional Vice President, Xcel Energy

And

By:

Stephen R. Foss Regional Vice President, Distribution Operations, Xcel Energy Kasson Public Utilities, City of Kasson

By:

Its: <u>Mayor</u>

.

Docket No. E002,257/SA-18-____ Petition Schedule A Page 6 of 8

EXHIBIT A: EXCEPTION CUSTOMERS

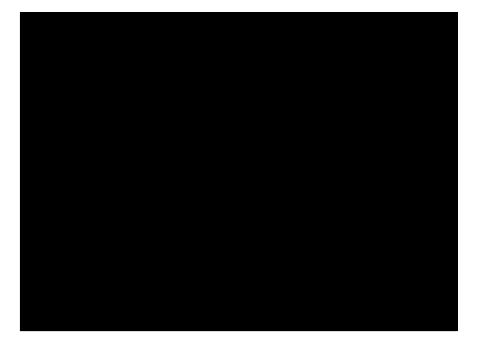
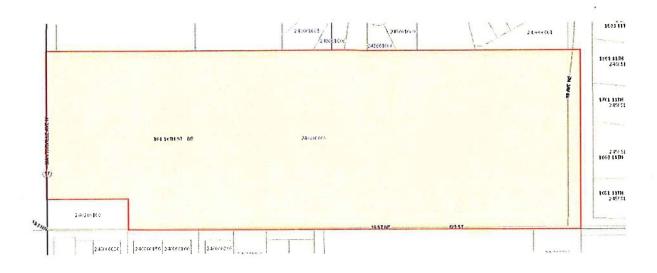
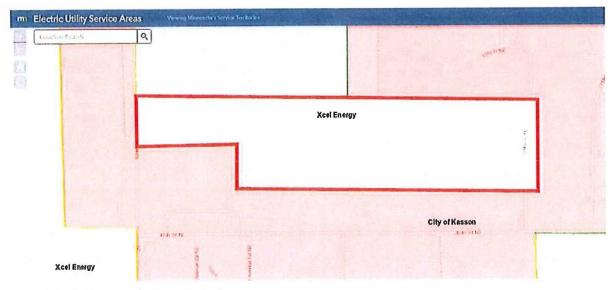


EXHIBIT B: TRANSFER AREA PID 240280600





Light Blue Areas = Xcel Energy Service Territory
Light Red Areas = City of Kasson Service Territory
Red Outlined Area = Area to be transfered from Xcel to City of Kasson

.

				UG or		YEAR
MBER	ADDRESS	TRANSFORMER #	TRANSFORMER DETAILS	OH	Wire Footage	INSTALLED
			300kva 12470v 120/208v 3 phase	ОС/ОН	540FT - #2 ACSR OH PRIMARY / 250FT - 1/0 PRIMARY UG 3PH	1991
			1000kva 12470v 277/480v 3 phase	UG	430FT • 1/0 PRIMARY UG 3PH	1998
			50 <u>kva</u> 7200v 120/240v 1 phase	UG	85FT - #2 PRIMARY UG 1PH	2005
			10kva 7200V 120/240v 1 phase	он	74FT - #2 TRIPLEX OH SECONDARY	1972
			15kva 7200v 120/240v 1 phase	он	147FT - #2 TRIPLEX OH SECONDARY AND 100 WATT NIGHT WATCH LIGHT	1972
			25kva 7200v 120/240v 1 phase	он	316FT - #2 ACSR OH PRIMARY (HOUSE) / 62FT - #2 TRIPLEX OH SECONDARY (GARAGE) / 254FT - #2 ACSR OH PRIMARY (NO SVC WIRE - CUST OWNED)	1981
			25KVA 7200v 120/240v 1 phase - (Feeds both 1701 & 1801 Mantorville Avenue)	он	192FT - 1/0 TRIPLEX OH SECONDARY	1972
				он	156 FT - 1/0 TRIPLEX OH SECONDARY / 86FT - #2 TRIPLEX OH SECONDARY	1972
insfe ea :ilitie			50kva 7200v 120/240v 1 phase	UG	FEED TRF IN FLD 625FT - #2 PRIMARY UG 1PH / 700FT OF BORING TO RE-FEED FROM THE ROAD.	1990
			50kva 7200v 120/240v 1 phase	UG	295FT - #2 PRIMARY UG 1PH	2015
			112.5kva 7200v 277/480v 3 phase	он	CUST OWNED UG SECONDARY	1991

EXHIBIT C Facilities Transferred to Kasson

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7

September xx, 2018

Customer Name Customer Address

RE: COMPENSATION AND ORDERLY TRANSFER AGREEMENT AND BILL OF SALE BETWEEN XCEL ENERGY AND KASSON PUBLIC UTILITIES MINNESOTA PUBLIC UTILITIES COMMISSION DOCKET NO. E002,257/SA-18-____

Dear Customer Name:

This letter is to notify you of a proceeding before the Minnesota Public Utilities Commission (MPUC) related to a Compensation and Orderly Transfer Agreement and Bill of Sale between Kasson Public Utilities and Xcel Energy.

Although you are currently receiving electric service from Xcel Energy, your lot is adjacent to Kasson Public Utilities' assigned electric service territory. To coordinate electric service and avoid unnecessary duplication of facilities, the utilities have agreed to transfer the service territory to Kasson Public Utilities. The utilities have jointly requested that the MPUC update the official service territory maps to allow Kasson Public Utilities to permanently provide electric service to your lot.

This letter is intended to notify you of the filing with the MPUC. If you have concerns or would like to address the MPUC on this matter, you may contact them in writing at 121 Seventh Place East, Suite 350, St. Paul, Minnesota 55101. You should reference the docket number provided above in any correspondence. The MPUC will accept comments on this proceeding until ______.

Kasson values your business and strives to provide the highest quality service. If you have any questions, please feel free to call me at (507) 634-6320 or David W. Olson II with Xcel Energy at (612) 337-2207.

Sincerely,

Theresa Coleman City Administrator Kasson Public Utilities September xx, 2018

Customer Name Customer Address

RE: COMPENSATION AND ORDERLY TRANSFER AGREEMENT AND BILL OF SALE BETWEEN XCEL ENERGY AND KASSON PUBLIC UTILITIES MINNESOTA PUBLIC UTILITIES COMMISSION DOCKET NO. E002,257/SA-18-____

Dear Customer Name:

This letter is to notify you of a proceeding before the Minnesota Public Utilities Commission (MPUC) related to a Compensation and Orderly Transfer Agreement and Bill of Sale between Kasson Public Utilities and Xcel Energy.

Although you are currently receiving electric service from Xcel Energy, your lot is located within Kasson Public Utilities' assigned electric service territory. Xcel Energy had been serving your lot by exception. Kasson Public Utilities has determined to serve this area within its assigned territory to coordinate utility service. The utilities have jointly requested that the MPUC update the official service territory maps to allow Kasson Public Utilities to permanently provide electric service to your lot.

This letter is intended to notify you of the filing with the MPUC. If you have concerns or would like to address the MPUC on this matter, you may contact them in writing at 121 Seventh Place East, Suite 350, St. Paul, Minnesota 55101. You should reference the docket number provided above in any correspondence. The MPUC will accept comments on this proceeding until ______.

Kasson values your business and strives to provide the highest quality service. If you have any questions, please feel free to call me at (507) 634-6320 or David W. Olson II with Xcel Energy at (612) 337-2207.

Sincerely,

Theresa Coleman City Administrator Kasson Public Utilities

STATE OF MINNESOTA BEFORE THE MINNESOTA PUBLIC UTILITIES COMMISSION

Nancy Lange Dan Lipschultz Matthew Schuerger Katie Sieben John Tuma Chair Commissioner Commissioner Commissioner

IN THE MATTER OF THE PETITION FOR APPROVAL OF A COMPENSATION AND ORDERLY TRANSFER AGREEMENT AND BILL OF SALE BETWEEN NORTHERN STATES POWER COMPANY AND KASSON PUBLIC UTILITIES Docket No. E002,257/SA-18-____

PROPOSED HEARING NOTICE

NOTICE OF COMMISSION MEETING

The Minnesota Public Utilities Commission will consider a Joint Petition related to a Compensation and Orderly Transfer Agreement and Bill of Sale between Northern States Power Company, doing business as Xcel Energy, and Kasson Public Utilities (the City) at a meeting on (Day and Date) beginning at (Time and Location). This meeting will be open to the public.

Pursuant to Minn. Stat. §216B.39, subd. 3, notice is hereby given to Xcel Energy and Kasson Public Utilities, governing bodies, and other persons.

Persons who have submitted comments may be permitted to address the Commission. Questions regarding this matter may be directed to (Commission Staff) at (Telephone Number).

CERTIFICATE OF SERVICE

I, Jim Erickson, hereby certify that I have this day served copies of the foregoing document on the attached list of persons.

- <u>xx</u> by depositing a true and correct copy thereof, properly enveloped with postage paid in the United States mail at Minneapolis, Minnesota
- \underline{xx} electronic filing

XCEL ENERGY'S MISCELLANEOUS ELECTRIC SERVICE LIST

Dated this 19th day of September 2018

/s/

Jim Erickson Regulatory Administrator

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
David	Aafedt	daafedt@winthrop.com	Winthrop & Weinstine, P.A.	Suite 3500, 225 South Sixth Street Minneapolis, MN 554024629	Electronic Service	No	GEN_SL_Northern States Power Company dba Xcel Energy-Elec_Xcel Miscl Electric
Christopher	Anderson	canderson@allete.com	Minnesota Power	30 W Superior St Duluth, MN 558022191	Electronic Service	No	GEN_SL_Northern States Power Company dba Xcel Energy-Elec_Xcel Miscl Electric
Alison C	Archer	aarcher@misoenergy.org	MISO	2985 Ames Crossing Rd Eagan, MN 55121	Electronic Service	No	GEN_SL_Northern States Power Company dba Xcel Energy-Elec_Xcel Miscl Electric
Ryan	Barlow	Ryan.Barlow@ag.state.mn. us	Office of the Attorney General-RUD	445 Minnesota Street Bremer Tower, Suite 1 St. Paul, Minnesota 55101	Electronic Service 400	No	GEN_SL_Northern States Power Company dba Xcel Energy-Elec_Xcel Miscl Electric
James J.	Bertrand	james.bertrand@stinson.co m	Stinson Leonard Street LLP	50 S 6th St Ste 2600 Minneapolis, MN 55402	Electronic Service	No	GEN_SL_Northern States Power Company dba Xcel Energy-Elec_Xcel Miscl Electric
William A.	Blazar	bblazar@mnchamber.com	Minnesota Chamber Of Commerce	Suite 1500 400 Robert Street Nor St. Paul, MN 55101	Electronic Service th	No	GEN_SL_Northern States Power Company dba Xcel Energy-Elec_Xcel Miscl Electric
James	Canaday	james.canaday@ag.state. mn.us	Office of the Attorney General-RUD	Suite 1400 445 Minnesota St. St. Paul, MN 55101	Electronic Service	No	GEN_SL_Northern States Power Company dba Xcel Energy-Elec_Xcel Miscl Electric
Jeanne	Cochran	Jeanne.Cochran@state.mn .us	Office of Administrative Hearings	P.O. Box 64620 St. Paul, MN 55164-0620	Electronic Service	No	GEN_SL_Northern States Power Company dba Xcel Energy-Elec_Xcel Miscl Electric
John	Coffman	john@johncoffman.net	AARP	871 Tuxedo Blvd. St, Louis, MO 63119-2044	Electronic Service	No	GEN_SL_Northern States Power Company dba Xcel Energy-Elec_Xcel Miscl Electric
Generic Notice	Commerce Attorneys	commerce.attorneys@ag.st ate.mn.us	Office of the Attorney General-DOC	445 Minnesota Street Suite 1800 St. Paul, MN 55101	Electronic Service	No	GEN_SL_Northern States Power Company dba Xcel Energy-Elec_Xcel Miscl Electric

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
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