The Commission met on **Thursday, August 26, 2010**, with Commissioners Pugh, Reha, and Wergin present. Commissioner Reha presided as chair.

The following matters were taken up by the Commission:

ENERGY AGENDA

G-004/D-10-533

In the Matter of Great Plains Natural Gas Company's 2010 Remaining Life Depreciation Petition

Commissioner Wergin moved that the Commission

- 1. Certify the Company's proposed remaining lives, salvages, and resulting depreciation rates found on OES Attachment 4, effective January 1, 2010; and
- 2. Require the Company to file its 2011 remaining life depreciation study by June 1, 2011.

The motion passed 3-0.

E,G-999/CI-09-970

In the Matter of Updating Language to Comply with Minnesota Statute and Rule Changes

Commissioner Pugh moved that the Commission

- 1. Approve the April 27, 2010 and May 20, 2010 tariff pages submitted by Interstate Power and Light; and
- 2. Approve the March 10, 2010 tariff pages submitted by Otter Tail Power Company; and
- 3. Approve the May 7, 2010 tariff pages submitted by Minnesota Power; and
- 4. Approve the March 12, 2010 tariff pages submitted by Greater Minnesota Gas and Dakota Electric Association, to be modified with the edits recommended by the OES; and
- 5. Require Greater Minnesota Gas and Dakota Electric Association to make these compliance filings within 15 days of the date of the Order.

The motion passed 3-0.

E-002/M-10-486

In the Matter of the Petition of Xcel Energy for Approval of a Power Purchase Agreement with Diamond K Dairy, Inc.

Commissioner Wergin moved that the Commission

- 1. Approve the Power Purchase Agreement with Diamond K; and
- 2. Approve the cost recovery as requested by Xcel; and
- 3. Find that the renewable energy generated by the Project is eligible for Minnesota's REO/RES; and
- 4. Require Xcel to offset its recovery of costs by any revenues the Company receives from any and all sources as a result of this PPA, and to report and itemize any such revenues by source and amount in its annual automatic adjustment reports.

The motion passed 3-0.

E-002/M-10-734

In the Matter of Northern States Power Company d/b/a Xcel Energy's Request for Approval of Two Power Purchase Agreements with North Wind Turbines, LLC and North Community Turbines, LLC

Commissioner Pugh moved that the Commission

- 1. Approve the power purchase agreements subject to the Company's continued obligation to administer them; and
- 2. Find that the PPAs are a reasonable approach to allow the Company to satisfy the renewable energy objectives and standards set forth in Minn. Stat. §216B.1691; and
- 3. Find that the PPAs meet the C-BED statutory reasonable requirements set forth in Minn. Stat. 216B.1612; and
- 4. Find that the Minnesota jurisdictional portion of the amounts incurred by the Company during the full term of these Agreements are eligible for recovery from Minnesota retail customers; and
- 5. Find that the Project will provide 30 MW of the 60 MW local ownership purchase requirement established in Ordering Paragraphs 5 and 6 of the March 11, 2003 Order in Docket No. E-002/CN-01-1958; and
- 6. Order parties to notify the Commission if and when ownership of the Project changes.

The motion passed 3-0.

There being no further business, the meeting was adjourned.

APPROVED BY THE COMMISSION: September 8, 2010

Burl W. Haar, Executive Secretary