



XCEL ENERGY MINNESOTA ELECTRIC RATES

INTERIM CHANGE IN ELECTRIC RATES

Starting January 1, 2025

Xcel Energy’s rate increase request

Xcel Energy has asked the Minnesota Public Utilities Commission (MPUC) for permission to increase its electric rates over a two-year period beginning Jan. 1, 2025. The requested increase for 2025 is approximately 9.6% or \$353.3 million. Xcel Energy requested an additional 3.6% or \$137.5 million for 2026. The total increase requested for the two-year period is approximately 13.2% or \$490.7 million.

State law allows Xcel Energy to collect higher rates on an interim (temporary) basis while the MPUC reviews Xcel Energy’s request. The interim rate increase for 2025 is 5.2%, or \$191.9 million, over current rates. Because this increase only applies to the base rate- which includes the basic service charge, demand charges and energy charges- portion of customers’ bills exclusive of fuel costs and certain rate riders, the interim rate request is uniformly billed as a 7.14% increase of that portion of the bill, or \$5.39 per month for an average residential customer. This increase appears on your bill as an Interim Rate Adjustment.

Typically, final rates are approved and become effective within 10 months of the date of the Application, unless the review period is extended by the MPUC. If final rates are lower than interim rates, Xcel Energy will refund customers the difference with interest. If final rates are higher than interim rates, Xcel Energy will not charge customers the difference.

Xcel Energy’s last request for a rate increase was in 2021, when it received approval for its current multiyear rate plan. Under that plan, Xcel Energy’s base electric rates increased in 2022 through 2024.

Why is Xcel Energy asking for an increase?

Xcel Energy has continually invested in strengthening the energy grid and enhancing the reliability of the service our customers count on while expanding clean energy. These projects are key to meeting our customers’ needs today and in the future, as we work toward Minnesota’s goal of providing 100% carbon-free electricity to customers by 2040.

How will the rate change affect monthly bills?

The proposed rate increase will affect individual monthly bills differently, depending on electricity use and customer type. The proposed rate increase affects only those charges that recover the cost of providing service to our customers – approximately 73% of your total bill. This rate increase request does not affect the Fuel Cost Charge, which is passed on to you directly without markup. Your monthly bills will continue to vary due to changes in the wholesale cost of fuel and individual electricity use.

The typical residential electric customer uses 600 kWh per month. On average, the proposed \$353.3 million rate change for 2025 would increase the bill for a typical residential electric customer by \$9.89 per month or about \$119 annually. On average, the proposed incremental rate change of \$137.5 million for 2026 would increase the bill for a typical residential electric customer by \$3.90 per month or about \$47 annually.

Proposed changes for monthly electric rates

The following charts show the current and proposed electricity base rates for each customer class with average electric use.

MONTHLY CUSTOMER CHARGES

Customer type	Current	Proposed
Residential		
Overhead line	\$6.00	\$11.00
Overhead line – electric heating	\$6.00	\$11.00
Underground line	\$6.00	\$11.00
Underground line – electric heating	\$6.00	\$11.00
Small Commercial		
Small General	\$6.00	\$11.00
Small General Time-of-Day	\$6.00	\$11.00
Commercial and Industrial		
General	\$25.98	\$27.50
General Time-of-Day	\$29.98	\$31.50
Peak-Controlled	\$60.00	\$60.00
Peak-Controlled Time-of-Day	\$60.00	\$60.00

ENERGY (PER KW) AND DEMAND (PER KW) RATES

Customer type	Current	Proposed 2025	Proposed 2026
Residential			
Energy: Summer (June-September)	13.069¢	14.130¢	14.803¢
Energy: Winter (Other months)	11.364¢	12.351¢	12.977¢
Energy: Winter - electric heating	8.215¢	9.202¢	9.828¢
Small General			
Energy: Summer	11.799¢	12.830¢	13.334¢
Energy: Winter	10.094¢	11.050¢	11.508¢
Small General Time-of-Day			
Energy: On-Peak Summer	19.782¢	21.091¢	21.962¢
Energy: On-Peak Winter	16.020¢	17.164¢	17.934¢
Energy: Off-Peak	5.182¢	5.982¢	6.182¢
General			
Energy	4.765¢	5.414¢	5.516¢
Demand: Summer	\$16.49	\$18.88	\$19.86
Demand: Winter	\$11.90	\$14.29	\$15.27
General Time-of-Day			
Energy: On-Peak	6.538¢	7.427¢	7.507¢
Energy: Off-Peak	3.441¢	3.909¢	3.951¢
Demand: Summer	\$16.49	\$18.88	\$19.86
Demand: Winter	\$11.90	\$14.29	\$15.27

AVERAGE MONTHLY BILLS

The chart below shows the effect of the interim and proposed rate change on monthly bills for customers with average electric use.

Customer type	Average 2026 monthly kWh usage	2025 Current monthly cost	2026 Current monthly cost	2025 Interim monthly increase	Proposed 2025 monthly cost	Proposed 2026 monthly cost	Proposed 2025 monthly increase	Proposed 2025 monthly increase (Cumulative 2025 + 2026)
Residential – Overhead line service	505	\$85.89	\$84.91	\$4.79	\$95.06	\$97.45	\$9.18	\$12.54
Residential – Underground line service	742	\$123.40	\$121.95	\$6.84	\$134.53	\$138.02	\$11.14	\$16.07
Energy-Controlled (Dual Fuel)	905	\$93.86	\$93.02	\$4.30	\$108.86	\$109.75	\$15.00	\$16.73
Small General Service	730	\$112.39	\$111.11	\$6.06	\$122.58	\$124.85	\$10.19	\$13.74
Small General Time-of-Day Service	1,015	\$138.48	\$136.93	\$7.16	\$150.18	\$152.83	\$11.70	\$15.90
General Service	14,395	\$1,879.21	\$1,851.58	\$96.53	\$2,060.66	\$2,093.23	\$181.45	\$241.64
General Time-of-Day Service	138,269	\$12,963.49	\$14,484.29	\$614.82	\$14,041.08	\$16,027.15	\$1,077.60	\$1,542.86
Peak-Controlled Service	60,290	\$9,101.98	\$8,985.08	\$492.22	\$10,156.45	\$10,423.80	\$1,054.47	\$1,438.71
Peak-Controlled Time-of-Day Service	527,241	\$66,232.50	\$65,460.20	\$3,364.76	\$73,074.48	\$74,485.04	\$6,841.98	\$9,024.84
Small Municipal Pumping	536	\$82.47	\$82.87	\$4.47	\$91.50	\$94.40	\$9.02	\$11.53
Municipal Pumping	9,115	\$1,270.25	\$1,274.27	\$67.26	\$1,399.89	\$1,451.00	\$129.65	\$176.73

What is Xcel Energy doing to control costs?

- Providing energy conservation options. This helps customers manage energy use and save money on their bills. This also helps to delay generation investments.
- Reviewing and monitoring our business to minimize operating and maintenance cost increases.
- Operating power plants efficiently.
- Using a variety of fuel sources to manage costs and protect the environment.

Help with bills

If you are having trouble making regular payments on your Xcel Energy account, contact us as soon as possible. We’ll work with you to arrange a payment plan and connect you to other resources that can help.

What is the process for reviewing Xcel Energy’s rate increase request?

The MPUC, the Minnesota Department of Commerce – Division of Energy Resources, the Office of the Attorney General – Residential Utilities and Antitrust Division, public interest groups, and large commercial and industrial customer groups will investigate our proposal.

The MPUC will hold public hearings and accept written comments about our rate increase request. Customers and others will be able to comment on our rate request at the public hearings. You may add verbal comments, written comments, or both into the record. Notice of the public hearing dates and locations will be published in local newspapers, included in monthly bills, and at:

[xcelenergy.com/company/rates_and_regulations/filings/minnesota_electric_rate_case](#) (Make sure “Minnesota” is selected in the top left-hand corner.)

More information

Xcel Energy’s current and proposed rate schedules are available at:

Xcel Energy

Web: [xcelenergy.com/company/rates_and_regulations/filings/minnesota_electric_rate_case](#)

Phone: 800-895-4999

414 Nicollet Mall
Minneapolis, MN 55401

Minnesota Department of Commerce

Web: [www.edockets.state.mn.us/documents](#)

In the “Docket #s” field, type in “24-320” and click search to see a list of documents.

U.S. Mail: 85 7th Place East, Suite 280,
St. Paul, MN 55101

Phone: 651-539-1500 or 800-657-3602

Citizens with hearing or speech disabilities may call through their preferred Telecommunications Relay Service.

Submit comments

The Minnesota Public Utilities Commission is asking customers to comment on Xcel Energy’s request for a rate increase. Send comments to, or contact the MPUC’s Consumer Affairs Office for assistance with submitting comments:

Online: [mn.gov/puc/get-involved/public-comments/](#)
Be sure to reference docket number 24-320

U.S. Mail: 121 7th Place East, Suite 350,
St. Paul, MN 55101

Phone: 651-296-0406 or 800-657-3782

IMPORTANT

Comments will be made available to the public on the MPUC’s website, except in limited circumstances consistent with the Minnesota Government Data Practices Act. The MPUC does not edit or delete personally identifying information from submissions.