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UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

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**FORM U-13-60**

# **ANNUAL REPORT**

FOR THE PERIOD

**Beginning January 1, 2002 and ending December 31, 2002**

TO THE

**U.S. SECURITIES AND EXCHANGE COMMISSION**

OF

**XCEL ENERGY SERVICES INC.**

(Exact Name of Reporting Company)

A Subsidiary SERVICE COMPANY  
("Mutual" or "Subsidiary")

Date of Incorporation April 2, 1997

State or Sovereign Power under which Incorporated or Organized: Delaware

Location of Principal Executive Offices of Reporting Company: Minneapolis, MN

Name, title, and address of officer to whom correspondence concerning this  
report should be addressed:

David E. Ripka	Vice President and Controller	800 Nicollet Mall Minneapolis, MN 55402
(Name)	(Title)	(Address)

Name of Principal Holding Company Whose Subsidiaries are served by Reporting Company:

**XCEL ENERGY INC.**

## INSTRUCTIONS FOR USE OF FORM U-13-60

**1. Time of Filing.** --Rule 94 provides that on or before the first day of May in each calendar year, each mutual service company and each subsidiary service company as to which the Commission shall have made a favorable finding pursuant to Rule 88, and every service company whose application for approval or declaration pursuant to Rule 88 is pending shall file with the Commission an annual report on Form U-13-60 and in accordance with the Instructions for that form.

**2. Number of Copies.** --Each annual report shall be filed in duplicate. The company should prepare and retain at least one extra copy for itself in case correspondence with reference to the report becomes necessary.

**3. Period Covered by Report.** --The first report filed by any company shall cover the period from the date the Uniform System of Accounts was required to be made effective as to that company under Rules 82 and 93 to the end of that calendar year. Subsequent reports should cover a calendar year.

**4. Report Format.** --Reports shall be submitted on the forms prepared by the Commission. If the space provided on any sheet of such form is inadequate, additional sheets may be inserted of the same size as a sheet of the form or folded to each size.

**5. Money Amounts Displayed.** --All money amounts required to be shown in financial statements may be expressed in whole dollars, in thousands of dollars or in hundred thousands of dollars, as appropriate and subject to provisions of Regulation S-X (210.3-01(b)).

**6. Deficits Displayed.** --Deficits and other like entries shall be indicated by the use of either brackets or a parenthesis with corresponding reference in footnotes. (Regulation S-X,210.3-01(c))

**7. Major Amendments or Corrections.** --Any company desiring to amend or correct a major omission or error in a report after it has been filed with the Commission shall submit an amended report including only those pages, schedules, and entries that are to be amended or corrected. A cover letter shall be submitted requesting the Commission to incorporate the amended report changes and shall be signed by a duly authorized officer of the company.

**8. Definitions.** --Definitions contained in Instruction 01-8 to the Uniform System of Accounts for Mutual Service Companies and Subsidiary Service Companies, Public Utility Holding Company Act of 1935, as amended February 2, 1979 shall be applicable to words or terms used specifically within this Form U-13-60.

**9. Organization Chart.** --The service company shall submit with each annual report a copy of its current organization chart.

**10. Methods of Allocation.** --The service company shall submit with each annual report a listing of the currently effective methods of allocation being used by the service company and on file with the Securities and Exchange Commission pursuant to the Public Utility Holding Company Act of 1935.

**11. Annual Statement of Compensation for Use of Capital Billed.** --The service company shall submit with each annual report a copy of the annual statement supplied to each associate company in support of the amount of compensation for use of capital billed during the calendar year.

## LISTING OF SCHEDULES AND ANALYSIS OF ACCOUNTS

<u>Description of Schedules and Accounts</u>	<u>Schedule or Account Number</u>	<u>Page Number</u>
Comparative Balance Sheets	Schedule I	3-4
Service Company Property	Schedule II	5
Accumulated Provision for Depreciation and Amortization of Service Company Property	Schedule III	6
Investments	Schedule IV	7
Accounts Receivable from Associate Companies	Schedule V	8-8a
Fuel Stock Expenses Undistributed	Schedule VI	9
Stores Expense Undistributed	Schedule VII	9
Miscellaneous Current and Accrued Assets	Schedule VIII	10
Miscellaneous Deferred Debits	Schedule IX	10
Research, Development, or Demonstration Expenditures	Schedule X	10
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Long-Term Debt	Schedule XII	12
Current and Accrued Liabilities	Schedule XIII	13
Notes to Financial Statements	Schedule XIV	14-14d
Comparative Statement of Income	Schedule XV	15
Analysis of Billing - Associate Companies	Account 457	16
Analysis of Billing - Nonassociate Companies	Account 458	17
Analysis of Charges for Service - Associate and Nonassociate Companies	Schedule XVI	18
Schedule of Expense by Department or Service Function	Schedule XVII	19-19f
Departmental Analysis of Salaries	Account 920	20
Outside Services Employed	Account 923	21-21i
Employee Pensions and Benefits	Account 926	22
General Advertising Expenses	Account 930.1	23-23a

<u>Description of Schedules and Accounts</u>	<u>Schedule or Account Number</u>	<u>Page Number</u>
Miscellaneous General Expenses	Account 930.2	23b
Rents	Account 931	23b
Taxes Other Than Income Taxes	Account 408	24
Donations	Account 426.1	25-25a
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## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

## SCHEDULE I--COMPARATIVE BALANCE SHEET

(thousands of dollars)

Give balance sheet of the Company as of December 31 of the current and prior year

<u>ACCOUNT</u>	<u>ASSETS AND OTHER DEBITS</u>	<u>AS OF DECEMBER 31,</u>	
		<u>2002</u>	<u>2001</u>
	<b>SERVICE COMPANY PROPERTY</b>		
101	Service company property	(Schedule II) \$ -	\$ -
107	Construction work in progress	(Schedule II) -	13
	Total Property	-	13
108	Less accumulated provision for depreciation and amortization of service company property	(Schedule III) -	-
	Net Service Company Property	-	13
	<b>INVESTMENTS</b>		
123	Investments in associate companies	(Schedule IV) -	-
124	Other investments	(Schedule IV) 3,823	3,860
	Total Investments	3,823	3,860
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	(4,582) (1)	1,880
134	Special deposits	-	-
135	Working funds	15	15
136	Temporary cash investments	(Schedule IV) -	-
141	Notes receivable	-	-
143	Accounts receivable	1,454	455
144	Accumulated provision for uncollectable accounts	-	-
146	Accounts receivable from associate companies	(Schedule V) 99,387	120,536
152	Fuel stock expenses undistributed	(Schedule VI) -	-
154	Materials and supplies	-	-
163	Stores expense undistributed	(Schedule VII) 61	-
165	Prepayments	47,834	53,618
174	Miscellaneous current and accrued assets	(Schedule VIII) -	-
	Total Current and Accrued Assets	144,169	176,504
	<b>DEFERRED DEBITS</b>		
181	Unamortized debt expense	-	-
184	Clearing accounts	(11)	1,007
186	Miscellaneous deferred debits	(Schedule IX) 44,644	22,520
188	Research, development, or demonstration expenditures	(Schedule X) -	-
190	Accumulated deferred income taxes	-	-
	Total Deferred Debits	44,633	23,527
	<b>TOTAL ASSETS AND OTHER DEBITS</b>	<u>\$ 192,625</u>	<u>\$ 203,904</u>

(1) Includes outstanding checks

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

## SCHEDULE I—COMPARATIVE BALANCE SHEET

(thousands of dollars)

<u>ACCOUNT</u> <u>LIABILITIES AND PROPRIETARY CAPITAL</u>		<u>AS OF DECEMBER 31,</u>	
		<u>2002</u>	<u>2001</u>
<b>PROPRIETARY CAPITAL</b>			
201	Common stock issued (Schedule XI)	\$ -	\$ -
211	Miscellaneous paid-in-capital (Schedule XI)	(82)	13
215	Appropriated retained earnings (Schedule XI)	-	-
216	Unappropriated retained earnings (Schedule XI)	-	-
	Total Proprietary Capital	<u>(82)</u>	<u>13</u>
<b>LONG-TERM DEBT</b>			
223	Advances from associate companies (Schedule XII)	-	-
224	Other long-term debt (Schedule XII)	-	-
225	Unamortized premium on long-term debt	-	-
226	Unamortized discount on long-term debt-debit	-	-
	Total Long-Term Debt	<u>-</u>	<u>-</u>
<b>CURRENT AND ACCRUED LIABILITIES</b>			
231	Notes payable	-	47
232	Accounts payable	79,781	143,859
233	Notes payable to associate companies (Schedule XIII)	65,909	10,265
234	Accounts payable to associate companies (Schedule XIII)	-	-
236	Taxes accrued	(939)	2,473
237	Interest accrued	-	-
238	Dividends declared	-	-
241	Tax collections payable	3,101	3,840
242	Miscellaneous current and accrued liabilities (Schedule XIII)	(47)	(69)
	Total Current and Accrued Liabilities	<u>147,805</u>	<u>160,415</u>
<b>DEFERRED CREDITS AND OTHER NON-CURRENT LIABILITIES</b>			
228	Accumulated provision for pension and benefits	11,004	3,019
253	Other deferred credits	22,643	30,704
255	Accumulated deferred investment tax credits	-	-
	Total Deferred Credits and Other Non-Current Liabilities	<u>33,647</u>	<u>33,723</u>
283	<b>ACCUMULATED DEFERRED INCOME TAXES</b>	<u>11,255</u>	<u>9,753</u>
	<b>TOTAL LIABILITIES AND PROPRIETARY CAPITAL</b>	<u>\$ 192,625</u>	<u>\$ 203,904</u>

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

## SCHEDULE II--SERVICE COMPANY PROPERTY

(thousands of dollars)

DESCRIPTION	BALANCE AT	ADDITIONS	RETIREMENTS	OTHER	BALANCE
	BEGINNING		OR	CHANGES	AT CLOSE
	OF YEAR		SALES	(1), (4)	OF YEAR
<b>SERVICE COMPANY PROPERTY</b>					
Account					
301 Organization	\$ -	\$ -	\$ -	\$ -	\$ -
303 Miscellaneous intangible plant	-	-	-	-	-
304 Land and land rights	-	-	-	-	-
305 Structures and improvements	-	-	-	-	-
306 Leasehold improvements	-	-	-	-	-
307 Equipment (2)	-	-	-	-	-
308 Office furniture and equipment	-	-	-	-	-
309 Automobiles, other vehicles and related garage equipment	-	-	-	-	-
310 Aircraft and airport equipment	-	-	-	-	-
311 Other service company property (3)	-	-	-	-	-
SUB-TOTAL	-	-	-	-	-
107 Construction work in progress (4)	13	-	-	(13)	-
TOTAL	<u>\$ 13</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (13)</u>	<u>\$ -</u>

(1) Provide an explanation of those changes considered material: None

(2) Subaccounts are required for each class of equipment owned. The service company shall provide a listing by subaccount of equipment additions during the year and the balance at the close of the year: None

(3) Describe other service company property: None

(4) Describe construction work in progress: None

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

SCHEDULE III--ACCUMULATED PROVISION FOR DEPRECIATION  
AND AMORTIZATION OF SERVICE COMPANY PROPERTY

(thousands of dollars)

<u>DESCRIPTION</u>	<u>BALANCE AT BEGINNING OF YEAR</u>	<u>ADDITIONS TO ACCOUNT 403</u>	<u>RETIREMENTS OR SALES</u>	<u>OTHER CHANGES (1)</u>	<u>BALANCE AT CLOSE OF YEAR</u>
Account					
301 Organization	\$ -	\$ -	\$ -	\$ -	\$ -
303 Miscellaneous intangible plant	-	-	-	-	-
304 Land and land rights	-	-	-	-	-
305 Structures and improvements	-	-	-	-	-
306 Leasehold improvements	-	-	-	-	-
307 Equipment	-	-	-	-	-
308 Office furniture and fixtures	-	-	-	-	-
309 Automobiles, other vehicles and related garage equipment	-	-	-	-	-
310 Aircraft and airport equipment	-	-	-	-	-
311 Other service company property	-	-	-	-	-
TOTAL	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(1) Provide an explanation of those changes considered material: None

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

**SCHEDULE IV--INVESTMENTS**  
(thousands of dollars)

INSTRUCTIONS: Complete the following schedule concerning investments.

Under Account 124, "Other Investments", state each investment separately, with description, including the name of issuing company, number of shares or principal amount, etc.

Under Account 136, "Temporary Cash Investments", list each investment separately.

<u>ACCOUNT</u>	<u>ASSETS AND OTHER DEBITS</u>	<u>BALANCE AT BEGINNING OF YEAR</u>	<u>BALANCE AT CLOSE OF YEAR</u>
123	Investment in associate companies	\$ -	\$ -
124	Other investments:		
	Pacific Life Insurance Co.; Key Man Life Insurance (1)	3,402	3,321
	US Bancorp; Rabbi Trust (1)	458	502
136	Temporary cash investments	-	-
	TOTAL	<u>\$ 3,860</u>	<u>\$ 3,823</u>

(1) Funding vehicles for deferred compensation liabilities

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

**SCHEDULE V--ACCOUNTS RECEIVABLE FROM ASSOCIATE COMPANIES**  
 (thousands of dollars)

INSTRUCTIONS: Complete the following schedule listing accounts receivable from each associate company. Where the service company has provided accommodation or convenience payments for associate companies, a separate listing of total payments for each associate company by subaccount should be provided.

<u>DESCRIPTION</u>	<u>BALANCE AT BEGINNING OF YEAR</u>	<u>BALANCE AT CLOSE OF YEAR</u>
Account 146 -- Accounts Receivable from Associate Companies		
Xcel Energy Inc.	\$ 6,953	\$ 6,330
Xcel Energy-Cadence Inc.	2	(1)
Cheyenne Light, Fuel and Power Company	370	462
1480 Welton, Inc.	42	136
Public Service Company of Colorado	53,362	26,264
P.S.R. Investments, Inc.	18	4
e prime, inc.	119	183
Xcel Energy International Inc.	71	27
PS Colorado Credit Corporation, a dissolved corporation	56	-
WestGas InterState, Inc.	1	1
Utility Engineering Corporation	2,210	3,238
Quixx Corporation	533	-
Southwestern Public Service Company	14,929	6,335
Planergy International Inc.	60	470
Xcel Energy Retail Holdings Inc.	82	-
Xcel Energy Wyco Inc.	3	8
Wyco Development LLC	5	1
NRG Energy, Inc.	816	4,384
Viking Gas Transmission Company	74	146
Eloigne Company	7	15
First Midwest Auto Park, Inc. (sold)	(10)	-
United Power & Land Company	29	28
Seren Innovations, Inc.	160	171
Ultra Power Technologies, Inc.	(3)	-
Black Mountain Gas Company	51	(180)
Xcel Energy Products and Services Inc.	120	190
Northern States Power Company (a Minnesota Corp.) (NSP-MN)	35,829	45,398
Northern States Power Company (a Wisconsin Corp.) (NSP-WI)	3,907	4,789
Xcel Energy-Centrus Inc.	9	-
Reddy Kilowatt Corporation	1	1
XERS Inc.	728	228
NCE Communications, Inc.	2	1
Xcel Energy Markets Holdings Inc.	-	231
Xcel Energy Ventures Inc.	-	541
XEPS LLC (dissolved)	-	(28)
e-prime Energy Marketing, Inc.	-	14
<b>TOTAL</b>	<b>\$ 120,536</b>	<b>\$ 99,387</b>

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

**SCHEDULE V--ACCOUNTS RECEIVABLE FROM ASSOCIATE COMPANIES**  
(thousands of dollars)

INSTRUCTIONS: Complete the following schedule listing accounts receivable from each associate company. Where the service company has provided accommodation or convenience payments for associate companies, a separate listing of total payments for each associate company by subaccount should be provided.

	<b>TOTAL PAYMENTS</b>
Analysis of Convenience or Accommodation Payments:	
Public Service Company of Colorado	\$ 66,962
Northern States Power Company (a Minnesota Corp.) (NSP-MN)	27,665
Northern States Power Company (a Wisconsin Corp.) (NSP-WI)	5,207
Southwestern Public Service Company	18,786
Xcel Energy Inc.	232
Cheyenne Light, Fuel and Power Company	1,029
Eloigne Company	37
Black Mountain Gas Company	140
Seren Innovations, Inc.	1,118
United Power & Land Company	82
Viking Gas Transmission Company	563
Xcel Energy Markets Holdings Inc.	7
Xcel Energy Retail Holdings Inc.	5
1480 Welton, Inc.	159
e prime, inc.	18
Planergy International Inc.	16
Utility Engineering Corporation	583
WestGas InterState, Inc.	1
NRG Energy, Inc.	384
e-prime Energy Marketing, Inc.	3
XERS Inc.	731
NCE Communications, Inc.	5
	<hr/>
TOTAL PAYMENTS	\$ <u>123,733</u>

The majority of convenience payments relate to insurance, donations, employee benefits, postage, freight, printing, facility services, banking activity, legal services, strategic planning contracts, software, hardware and communications.

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

**SCHEDULE VI--FUEL STOCK EXPENSES UNDISTRIBUTED**  
 (thousands of dollars)

INSTRUCTIONS: Report the amount of labor and expenses incurred with respect to fuel stock expenses during the year and indicate amount attributable to each associate company. Under the section headed "Summary" list below give an overall report of the fuel functions performed by the service company.

<u>DESCRIPTION</u>	<u>LABOR</u>	<u>EXPENSE</u>	<u>TOTAL</u>
Account 152 -- Fuel Stock Expenses Undistributed	\$ -	\$ -	\$ -
TOTAL	\$ -	\$ -	\$ -

Summary: None

**SCHEDULE VII--STORES EXPENSE UNDISTRIBUTED**

INSTRUCTIONS: Report the amount of labor and expenses incurred with respect to stores expenses during the year and indicate amount attributable to each associate company.

<u>DESCRIPTION</u>	<u>LABOR</u>	<u>EXPENSE</u>	<u>TOTAL</u>
Account 163 -- Stores Expenses Undistributed	\$ -	\$ 61	\$ 61
TOTAL	\$ -	\$ 61	\$ 61

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

**SCHEDULE VIII--MISCELLANEOUS CURRENT AND ACCRUED ASSETS**  
(thousands of dollars)

INSTRUCTIONS: Provide detail of items in this account. Items less than \$10,000 may be grouped, showing the number of items in each group.

<u>DESCRIPTION</u>	<u>BALANCE AT BEGINNING OF YEAR</u>	<u>BALANCE AT CLOSE OF YEAR</u>
Account 174 -- Miscellaneous Current and Accrued Assets	\$ -	\$ -
TOTAL	<u>\$ -</u>	<u>\$ -</u>

**SCHEDULE IX--MISCELLANEOUS DEFERRED DEBITS**  
(thousands of dollars)

INSTRUCTIONS: Provide detail of items in this account. Items less than \$10,000 may be grouped by class showing the number of items in each class.

<u>DESCRIPTION</u>	<u>BALANCE AT BEGINNING OF YEAR</u>	<u>BALANCE AT CLOSE OF YEAR</u>
Account 186 -- Miscellaneous Deferred Debits		
Prepaid pension	\$ 22,520	\$ 44,644
TOTAL	<u>\$ 22,520</u>	<u>\$ 44,644</u>

**SCHEDULE X--RESEARCH, DEVELOPMENT OR DEMONSTRATION EXPENDITURES**  
(thousands of dollars)

INSTRUCTIONS: Provide a description of each material research, development, or demonstration project which incurred costs by the service corporation during the year.

<u>DESCRIPTION</u>	<u>BALANCE AT BEGINNING OF YEAR</u>	<u>BALANCE AT CLOSE OF YEAR</u>
Account 188 -- Research, Development, or Demonstration Expenditures	\$ -	\$ -
TOTAL	<u>\$ -</u>	<u>\$ -</u>

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

## SCHEDULE XI--PROPRIETARY CAPITAL

(thousands of dollars, except per share data)

<u>ACCOUNT NUMBER</u>	<u>CLASS OF STOCK</u>	<u>NUMBER OF SHARES AUTHORIZED</u>	<u>PAR OR STATED VALUE PER SHARE</u>	<u>OUTSTANDING AT CLOSE OF PERIOD</u>	
				<u>NUMBER OF SHARES</u>	<u>TOTAL AMOUNT</u>
201	Common Stock Issued	1,000	\$0.01	1,000	\$ -

INSTRUCTIONS: Classify amounts in each account with a brief explanation, disclosing the general nature of transactions which give rise to the amounts.

<u>DESCRIPTION</u>	<u>AMOUNT</u>
Account 211 -- Miscellaneous Paid-In Capital	\$ 1
--Accumulated Other Comprehensive Income: unrealized investments gains (losses)	(83)
Account 215 -- Appropriated Retained Earnings	-
TOTAL	<u>\$ (82)</u>

INSTRUCTIONS: Give particulars concerning net income or (loss) during the year, distinguishing between compensation for the use of capital owned or net loss remaining from servicing nonassociates per the General Instructions of the Uniform System of Accounts. For dividends paid during the year in cash or otherwise, provide rate percentage, amount of dividend, date declared and date paid.

<u>DESCRIPTION</u>	<u>BALANCE AT BEGINNING OF YEAR</u>	<u>NET INCOME OR (LOSS)</u>	<u>DIVIDENDS PAID</u>	<u>BALANCE AT CLOSE OF YEAR</u>
Account 216 -- Unappropriated Retained Earnings	\$ -	\$ -	\$ -	\$ -
TOTAL	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**ANNUAL REPORT OF XCEL ENERGY SERVICES INC.**

For the Year Ended December 31, 2002

**SCHEDULE XII--LONG-TERM DEBT**  
(thousands of dollars)

INSTRUCTIONS: Advances from associate companies should be reported separately for advances on notes and advances on open accounts. Names of associate companies from which advances were received shall be shown under the class and series of obligation column. For Account 224 - Other long-term debt provide the name of creditor company or organization, terms of the obligation, date of maturity, interest rate, and the amount authorized and outstanding.

<u>NAME OF CREDITOR</u>	<u>TERM OF OBLIGATION CLASS &amp; SERIES OF OBLIGATION</u>	<u>DATE OF MATURITY</u>	<u>INTEREST RATE</u>	<u>AMOUNT AUTHORIZED</u>	<u>BALANCE AT BEGINNING OF YEAR</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS (1)</u>	<u>BALANCE AT CLOSE OF YEAR</u>
Account 223 - Advances From Associate Companies:				\$ -	\$ -	\$ -	\$ -	\$ -
Account 224 - Other Long-Term Debt:				-	-	-	-	-
			TOTAL	\$ -	\$ -	\$ -	\$ -	\$ -

(1) Give an explanation of deductions: None

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

**SCHEDULE XIII--CURRENT AND ACCRUED LIABILITIES**  
(thousands of dollars)

INSTRUCTIONS: Provide balance of notes and accounts payable to each associate company. Give description and amount of miscellaneous current and accrued liabilities. Items less than \$10,000 may be grouped, showing the number of items in each group.

<u>DESCRIPTION</u>	<u>BALANCE AT BEGINNING OF YEAR</u>	<u>BALANCE AT CLOSE OF YEAR</u>
Account 233 -- Notes Payable to Associate Companies Notes Payable - Xcel Energy Inc.	\$ 10,265	\$ 65,909
TOTAL	<u>\$ 10,265</u>	<u>\$ 65,909</u>
Account 234 -- Accounts Payable to Associate Companies	\$ -	\$ -
TOTAL	<u>\$ -</u>	<u>\$ -</u>
Account 242 -- Miscellaneous Current and Accrued Liabilities Current Liability - Suspense Account (billed out in January 2003)	\$ (69)	\$ (47)
TOTAL	<u>\$ (69)</u>	<u>\$ (47)</u>

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

### Schedule XIV - NOTES TO FINANCIAL STATEMENTS

INSTRUCTIONS: The space below is provided for important notes regarding the financial statements or any account thereof. Furnish particulars as to any significant contingent assets or liabilities existing at the end of the year. Notes relating to financial statements shown elsewhere in this report may be indicated here by reference.

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

##### **Organization and Financial Statement Presentation**

Xcel Energy Services Inc. (XES or the Company) is a wholly owned subsidiary of Xcel Energy Inc. (Xcel Energy). XES is the service company for Xcel Energy and its subsidiaries and began its operations effective August 1, 2000. XES provides various administrative, management, environmental and other support services to Xcel Energy and its subsidiaries, at cost, pursuant to service agreements approved by the Securities and Exchange Commission (SEC) under the Public Utility Holding Company Act of 1935 (PUHCA), as amended. The majority of the services performed by XES for Xcel Energy and its subsidiaries are provided to Xcel Energy's four major operating utilities, Northern States Power Company, a Minnesota corporation (NSP-Minnesota), Northern States Power Company, a Wisconsin corporation (NSP-Wisconsin), Public Service Company of Colorado and Southwestern Public Service Company.

On August 18, 2000, New Century Energies, Inc. (NCE) and Northern States Power Company (NSP) merged and formed Xcel Energy. Each share of NCE common stock was exchanged for 1.55 shares of Xcel Energy common stock. NSP shares became Xcel Energy shares on a one-for-one basis. The merger was structured as a tax-free, stock-for-stock exchange for shareholders of both companies (except for fractional shares), and accounted for as a pooling-of-interests. Pursuant to the merger agreement, NCE was merged with and into NSP. NSP, as the surviving legal corporation, changed its name to Xcel Energy.

##### **Regulation**

XES is subject to regulation by the SEC under the PUHCA. XES' accounting policies conform to accounting principles generally accepted in the United States of America. XES maintains its accounts in accordance with the Uniform System of Accounts Prescribed for Public Utilities and Licensees subject to the Provisions of the Federal Power Act promulgated by the Federal Energy Regulatory Commission.

##### **Use of Estimates**

The preparation of financial statements, in conformity with accounting principles generally accepted in the United States of America, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

##### **Fair Value of Financial Instruments**

The carrying amount of financial instruments approximates fair value. Fair values have been determined through information obtained from market sources and management estimates.

## Income Taxes

The Company's operations are included in the consolidated Federal income tax return of Xcel Energy. The allocation of income tax consequences to the Company, including alternative minimum tax, is calculated under a parent company policy which provides that benefits or liabilities created by the Company, computed on a separate return basis, will be allocated to (and paid to or by) the Company to the extent the benefits are usable or additional liabilities are incurred in Xcel Energy's consolidated tax returns. Deferred taxes are provided on temporary differences between the financial accounting and tax bases of assets and liabilities using the tax rates that are in effect at the balance sheet date (see Note 6).

## Stock-based Compensation

The Company uses the intrinsic value based method of accounting for its stock-based compensation plan.

## 2. COMMON STOCK

XES is authorized to issue 1,000 shares of Common Stock at a par value of one cent (\$0.01) per share. As of December 31, 2002, all shares of common stock were issued and held by Xcel Energy.

## 3. SHORT-TERM BORROWINGS

At December 31, 2002, Xcel Energy had \$400 million in credit facilities with several banks.

Period Beginning	Term	Credit Line
November 2000	5 years	\$ 400 million

The line of credit provides short-term financing in the form of bank loans and letters of credit. At Dec. 31, 2002, there were \$399 million of loans outstanding under the Xcel Energy line of credit. The borrowing rate under this line of credit is based on the applicable London Interbank Offered Rate (LIBOR) plus an applicable spread, a euro dollar rate margin and the amount of money borrowed.

The Board of Directors has authorized the Company to borrow directly from Xcel Energy. At December 31, intercompany borrowings outstanding and the weighted average interest rate were as follows (dollars in thousands):

	2002	2001
Intercompany borrowings .....	\$65,909	\$10,265
Weighted average interest rate .....	2.79%	2.74%

## 4. COMMITMENTS AND CONTINGENCIES

### Leasing Programs

The Company made payments for leases of various facilities used in the normal course of business. The majority of the operating leases are under a leasing program that has initial noncancelable terms of one year, while the remaining leases have various terms. These leases may be renewed or replaced. No material restrictions exist in these leasing agreements concerning dividends, additional debt, or further leasing. Rental expense for the years ended December 31, 2002 and 2001 was approximately \$18.0 million and \$14.3 million, respectively.

Estimated future minimum lease payments at December 31, 2002 are as follows (thousands of dollars):

2003 .....	\$ 15,449
2004 .....	15,575
2005 .....	15,611
2006 .....	13,571
2007 .....	9,786
All years thereafter .....	8,299

## Technology Agreement

XES has a service agreement that extends through 2011 with International Business Machines Corporation (IBM) to manage most of XES's information technology systems and network infrastructure. This service agreement provides the Company with flexibility as to the amount, type and quality of service provided by IBM. The contract is cancelable at our option, although there are financial penalties for early termination. For the years ended December 31, 2002 and 2001, XES payments to IBM were approximately \$132 million and \$130 million, respectively. The contract also commits us to pay a minimal amount each year from 2002 through 2011.

## 5. BENEFIT PLANS AND OTHER POSTRETIREMENT BENEFITS

### Pensions

The Company participates in various tax qualified noncontributory defined benefit pension plans, which cover substantially all Xcel Energy employees. At December 31, 2002, there were 14,445 Xcel Energy employees (including 2,965 Company employees) participating in these plans. Xcel Energy, as the plan sponsor, has overall responsibility for directly allocating such costs of each individual plan to each of the participating employers. The plans' actuary determined this allocation based on benefit obligations for active participants. Benefits are based on a combination of years of service, the employee's average pay and Social Security benefits.

Xcel Energy's policy is to fully fund into an external trust the actuarially determined pension costs recognized for ratemaking and financial reporting purposes, subject to the limitations of applicable employee benefit and tax laws. Plan assets principally consist of the common stock of public companies, corporate bonds and U.S. government securities. The target range for the Plan's asset allocation is 75 to 80 percent with equity investments, 5 to 10 percent with fixed income investments, no cash investments and 10 to 15 percent with nontraditional investments (such as real estate and timber ventures). At December 31, 2002, the actual pension portfolio mix was 68 percent equity, 16 percent fixed income, 4 percent cash investments and 12 percent nontraditional investments.

Summary information of the actuarially computed benefit obligation, plan assets, funded status and prepaid pension asset for the Xcel Energy plans at December 31, 2002 and 2001, is presented in the following table (in thousands):

	<u>2002</u>	<u>2001</u>
Benefit obligation .....	\$ 2,505,576	\$ 2,409,186
Fair value of plan assets.....	<u>2,639,963</u>	<u>3,267,586</u>
Funded status: Plan assets exceed benefit obligations.....	<u>\$ 134,387</u>	<u>\$ 858,400</u>
Xcel Energy prepaid pension asset.....	<u>\$ 466,229</u>	<u>\$ 378,825</u>

The Company's net periodic pension credit for the years ended December 31, 2002 and 2001 was \$22,670,000 and \$15,903,000. Significant assumptions used by the Company's actuary in the determination of these amounts are presented in the following table:

	<u>2002</u>	<u>2001</u>
Significant assumptions:		
Discount rate for year-end valuation.....	6.75%	7.25%
Expected long-term increase in compensation level.....	4.00%	4.50%
Expected average long-term rate of return on assets .....	9.50%	9.50%

### Defined Contribution Plans

The Company participates in various defined contribution plans, which cover substantially all Xcel Energy employees. Total contributions to these plans by Xcel Energy were approximately \$23 million and \$29 million in 2002 and 2001, respectively.

Until May 6, 2002, Xcel Energy had a leveraged employee stock ownership plan (ESOP) that covered substantially all employees of the former NSP. Xcel Energy made contributions to this noncontributory, defined contribution plan to the extent it realized a tax savings from dividends paid on certain ESOP shares. ESOP contributions had no material effect on Xcel Energy earnings because the contributions were essentially offset by the tax savings provided by the dividends paid on ESOP shares. Xcel Energy allocated leveraged ESOP shares to participants when it repaid ESOP loans with dividends on stock held by the ESOP.

In May 2002, the ESOP was terminated and its assets were combined into the Xcel Energy Retirement Savings 401(k) Plan. Starting with the 2003 plan year, the ESOP component of the 401(k) Plan will no longer be leveraged.

### Postretirement Health Care Benefits

The Company participates in various health and welfare plans administered by Xcel Energy. Xcel Energy has contributory health and welfare benefit plans that provide health care and death benefits to most Xcel Energy retirees. The NSP plan was terminated for nonbargaining employees retiring after 1998 and for bargaining employees after 1999. In conjunction with the 1993 adoption of Statement of Financial Accounting Standards No. 106 – “Employers’ Accounting for Postretirement Benefits Other Than Pensions,” Xcel Energy elected to amortize the unrecognized accumulated postretirement benefit obligation (APBO) on a straight-line basis over 20 years. Plan assets are held in external funding trusts and principally consist of investments in equity mutual funds, fixed income securities and cash equivalents.

Summary information of the actuarially computed benefit obligation, plan assets, funded status and accrued benefit cost for the Xcel Energy plans at December 31 is presented in the following table (in thousands):

	<u>2002</u>	<u>2001</u>
Benefit obligation .....	\$ 767,975	\$ 687,455
Fair value of plan assets.....	<u>250,983</u>	<u>242,803</u>
Funded status: Plan obligations exceed assets .....	<u>\$ 516,992</u>	<u>\$ 444,652</u>
Xcel Energy accrued benefit liability recorded .....	<u>\$ 151,967</u>	<u>\$ 137,140</u>

The Company’s net periodic postretirement benefit cost for the years ended December 31, 2002 and 2001 was \$2,692,000 and \$2,120,000, respectively. Significant assumptions used by the Company’s actuary in the determination of these amounts are presented in the following table:

	<u>2002</u>	<u>2001</u>
Significant assumptions:		
Discount rate for year-end valuation .....	6.75%	7.25%
Expected average long-term rate of return on assets .....	8.0-9.0%	9.0%

The assumed health care cost trend rate in 2002 is approximately 8 percent, decreasing gradually to 5.5 percent in 2007 and remaining level thereafter. A 1-percent increase in the assumed health care cost trend rate would increase the Company’s total accumulated benefit obligation by approximately \$4,518,000 and the service and interest cost components of net periodic postretirement benefit costs by approximately \$400,000. A 1-percent decrease in the assumed health care cost trend rate will decrease the Company’s total accumulated benefit obligation by approximately \$3,720,000 and the service and interest cost components of net periodic postretirement benefit costs by approximately \$325,000.

## 6. INCOME TAXES

The provision for income taxes for the years ended December 31, 2002 and 2001 consist of the following (in thousands of dollars):

	<u>2002</u>	<u>2001</u>
Current income taxes:		
Federal.....	\$ (2,834)	\$ (3,614)
State .....	<u>(393)</u>	<u>(405)</u>
Total current income taxes .....	<u>(3,227)</u>	<u>(4,019)</u>
Deferred income taxes:		
Federal.....	1,319	3,792
State .....	<u>183</u>	<u>430</u>
Total deferred income taxes .....	<u>1,502</u>	<u>4,222</u>
Total provision for income taxes .....	<u>\$ (1,725)</u>	<u>\$ 203</u>

A reconciliation of the statutory U.S. income tax rate and the effective tax rates for the years ended December 31, 2002 and 2001 follows (dollars in thousands):

	<u>2002</u>		<u>2001</u>	
Tax computed at U.S. statutory rate on pre-tax accounting income .....	\$ (604)	35%	\$ 71	35%
Increase (decrease) in tax from:				
State income taxes, net of Federal income tax benefit .....	(136)	7	16	8
Non-deductible business meals.....	110	(6)	116	57
Stock options .....	(1,838)	107	-	-
Lobbying expenses .....	709	(41)	-	-
Other .....	<u>34</u>	<u>(2)</u>	<u>-</u>	<u>-</u>
Total income taxes .....	<u>\$ (1,725)</u>	<u>100%</u>	<u>\$ 203</u>	<u>100%</u>

The tax effects of significant temporary differences representing deferred tax liabilities and assets are as follows (in thousands):

	<u>2002</u>	<u>2001</u>
Deferred income tax liabilities:		
Information systems charges.....	\$ 4,537	\$ 6,575
Pension related costs .....	12,338	2,566
Rent adjustments.....	2,307	1,438
Incentive compensation.....	-	413
Vacation liability.....	<u>447</u>	<u>-</u>
Total .....	<u>\$ 19,629</u>	<u>\$ 10,992</u>
Deferred income tax assets:		
Postretirement benefit costs .....	\$ 4,249	\$ 1,200
Employee severance costs .....	4,125	-
Vacation liability.....	<u>-</u>	<u>39</u>
Total .....	<u>\$ 8,374</u>	<u>\$ 1,239</u>
Net deferred income tax liability .....	<u>\$ 11,255</u>	<u>\$ 9,753</u>

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

SCHEDULE XV - COMPARATIVE STATEMENT OF INCOME  
(thousands of dollars)

<u>ACCOUNT</u>	<u>DESCRIPTION</u>	<u>CURRENT YEAR</u>	<u>PRIOR YEAR</u>
	<b>INCOME</b>		
457	Services rendered to associate companies	\$ 633,205	\$ 663,190
458	Services rendered to nonassociate companies	-	-
421	Miscellaneous income and loss	-	-
	<b>TOTAL INCOME</b>	<u>633,205</u>	<u>663,190</u>
	<b>EXPENSES</b>		
920	Salaries and wages	219,445	182,460
921	Office supplies and expenses	419,257	295,794
922	Administrative expenses transferred - credit	(174,628)	5,414
923	Outside services employed	101,253	73,114
924	Property insurance	141	(573)
925	Injuries and damages	7,324	3,528
926	Employee pensions and benefits	6,641	52,339
928	Regulatory commission expenses	(36)	-
930.1	General advertising expenses	9,071	8,917
930.2	Miscellaneous general expenses	14,533	3,226
931	Rents	7,930	6,698
932	Maintenance of structures and equipment	-	-
935	Maintenance of general plant	-	-
	<b>OTHER EXPENSES</b>		
403	Depreciation and amortization expense	-	-
408	Taxes other than income taxes	14,760	13,034
409	Income taxes	(3,226)	(4,019)
410	Provision for deferred income taxes	1,502	4,222
411	Provision for deferred income taxes - credit	-	-
411.5	Investment tax credit	-	-
416	Expense from merchandise jobbing and contract work	-	-
417.1	Expenses of nonutility operations	-	-
426.1	Donations	1,310	5,753
426.5	Other deductions	6,942	10,962
427	Interest on long-term debt	-	-
430	Interest on debt to associate companies	1,345	2,310
431	Other interest expense	(359)	11
	<b>TOTAL EXPENSE</b>	<u>633,205</u>	<u>663,190</u>
	<b>NET INCOME OR (LOSS)</b>	<u>\$ -</u>	<u>\$ -</u>

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

## ANALYSIS OF BILLING

## ASSOCIATE COMPANIES--ACCOUNT 457

(thousands of dollars)

NAME OF ASSOCIATE COMPANY	DIRECT COSTS CHARGED 457-1	INDIRECT COSTS CHARGED 457-2	COMPENSATION FOR USE OF CAPITAL 457-3	TOTAL AMOUNT BILLED
Public Service Company of Colorado	\$ 158,506	\$ 49,132	\$ 723	\$ 208,361
Southwestern Public Service Company	50,822	17,223	147	68,192
Cheyenne Light, Fuel and Power Company	2,042	862	17	2,921
1480 Welton, Inc.	30	444	-	474
e prime, inc.	900	337	3	1,240
P.S.R. Investments, Inc.	224	67	-	291
WestGas InterState, Inc.	20	4	-	24
Utility Engineering Corporation	862	1,471	121	2,454
Xcel Energy Inc.	17,522	3,529	25	21,076
Xcel Energy International Inc.	424	69	1	494
Xcel Energy-Cadence Inc.	4	-	-	4
Public Service Company of Colorado (Hayden)	254	1	-	255
Planergy International Inc.	511	259	22	792
Xcel Energy-Centrus Inc.	1	-	1	2
Public Service Company of Colorado (Tri-State)	19	-	-	19
Xcel Energy WYCO Inc.	67	22	-	89
Xcel Energy Retail Holdings Inc.	81	-	1	82
NCE Communications, Inc.	6	9	-	15
XERS Inc.	2,533	90	9	2,632
NSP-MN	224,932	47,735	207	272,874
NSP-WI	28,392	8,303	33	36,728
NRG Energy, Inc.	5,048	4,864	17	9,929
Viking Gas Transmission Company	473	338	2	813
Eloigne Company	68	70	-	138
First Midwest Auto Park, Inc. (sold)	8	2	-	10
Reddy Kilowatt Corporation	5	6	-	11
United Power and Land Company	136	13	-	149
Seren Innovations, Inc.	684	780	3	1,467
Ultra Power Technologies, Inc.	1	-	-	1
Black Mountain Gas Company	134	143	1	278
Natrogas, Incorporated	9	-	6	15
Xcel Energy Ventures Inc.	1	-	1	2
Xcel Energy Wholesale Group Inc.	1	-	-	1
XEPS, LLC (dissolved)	-	4	-	4
Xcel Energy Transco Inc.	1,227	16	4	1,247
e-prime Energy Marketing, Inc.	114	5	1	120
e-prime Florida, Inc.	1	-	-	1
<b>TOTAL</b>	<b>\$ 496,062</b>	<b>\$ 135,798</b>	<b>\$ 1,345</b>	<b>\$ 633,205</b>

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

## ANALYSIS OF BILLING

## NONASSOCIATE COMPANIES--ACCOUNT 458

(thousands of dollars)

INSTRUCTIONS: Provide a brief description of the services rendered to each nonassociate company:

<u>NAME OF NONASSOCIATE COMPANY</u>	<u>DIRECT COSTS CHARGED</u>	<u>INDIRECT COSTS CHARGED</u>	<u>COMPENSATION FOR USE OF CAPITAL</u>	<u>TOTAL COST</u>	<u>EXCESS OR DEFICIENCY</u>	<u>TOTAL AMOUNT BILLED</u>
	458-1	458-2	458-3		458-4	

None

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

**SCHEDULE XVI--ANALYSIS OF CHARGES FOR SERVICE--ASSOCIATE AND NONASSOCIATE COMPANIES**  
(thousands of dollars)

INSTRUCTIONS: Total cost of service will equal for associate and nonassociate companies the total amount billed under their separate analysis of billing schedules.

ACCOUNT DESCRIPTION OF ITEMS	ASSOCIATE COMPANY CHARGES			NONASSOCIATE COMPANY CHARGES
	DIRECT	INDIRECT	TOTAL	
	COST	COST		(None)
920 Salaries and wages	\$ 184,653	\$ 34,792	\$ 219,445	
921 Office supplies and expenses	359,640	59,617	419,257	
922 Administrative expense transferred - credit	(174,628)	-	(174,628)	
923 Outside services employed	76,885	24,368	101,253	
924 Property insurance	137	4	141	
925 Injuries and damages	3,729	3,595	7,324	
926 Employee pensions and benefits	5,404	1,237	6,641	
928 Regulatory commission expense	(36)	-	(36)	
930.1 General advertising expenses	6,215	2,856	9,071	
930.2 Miscellaneous general expense	12,410	2,123	14,533	
931 Rents	6,930	1,000	7,930	
932 Maintenance of structures and equipment	-	-	-	
403 Depreciation and amortization expense	-	-	-	
408 Taxes other than income taxes	12,612	2,148	14,760	
409 Income taxes	(3,226)	-	(3,226)	
410 Provision for deferred income taxes	1,502	-	1,502	
411 Provision for deferred income taxes-credit	-	-	-	
411.5 Investment tax credit	-	-	-	
426.1 Donations	(1,710)	3,020	1,310	
426.5 Other deductions	5,700	1,242	6,942	
427 Interest on long-term debt	-	-	-	
431 Other interest expense	-	(359)	(359)	
<b>TOTAL EXPENSES</b>	<b>496,217</b>	<b>135,643</b>	<b>631,860</b>	
Compensation for use of equity capital	-	-	-	
Interest on debt to associate companies	1,345	-	1,345	
<b>TOTAL COST OF SERVICE</b>	<b>\$ 497,562</b>	<b>\$ 135,643</b>	<b>\$ 633,205</b>	

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

SCHEDULE XVII-SCHEDULE OF EXPENSE  
BY DEPARTMENT OR SERVICE FUNCTION

(thousands of dollars)

INSTRUCTIONS: Indicate each department or service function.  
(See Instruction 01-3 General Structure of Accounting System:  
Uniform System of Accounts).

ACCOUNT	DESCRIPTION OF ITEMS	TOTAL AMOUNT	DEPARTMENT OR SERVICE FUNCTION				
			OVERHEAD (1)	EXECUTIVE MGMT SRVS	INVESTOR RELATIONS	INTERNAL AUDIT	LEGAL
920	Salaries and wages	219,445	-	2,275	664	1,717	4,468
921	Office supplies and expenses	419,257	-	726	1,271	162	2,789
922	Administrative expense transferred - credit	(174,628)	-	-	-	-	-
923	Outside services employed	101,253	-	1,432	2,213	15	17,324
924	Property insurance	141	-	-	-	-	2
925	Injuries and damages	7,324	-	-	-	-	-
926	Employee pensions and benefits	6,641	-	80	7	62	65
928	Regulatory commission expense	(36)	-	-	-	-	-
930.1	General advertising expenses	9,071	-	-	9	-	-
930.2	Miscellaneous general expense	14,533	-	2,343	-	-	1
931	Rents	7,930	-	-	-	-	-
932	Maintenance of structures and equipment	-	-	-	-	-	-
935	Maintenance of general plant	-	-	-	-	-	-
403	Depreciation and amortization expense	-	-	-	-	-	-
408	Taxes other than income taxes	-	-	-	-	-	-
409	Income taxes	14,760	-	153	27	114	170
410	Provision for deferred income taxes	(3,226)	-	-	-	-	-
411	Provision for deferred income taxes-credit	1,502	-	-	-	-	-
411.5	Investment tax credit	-	-	-	-	-	-
426.1	Donations	1,310	-	71	64	-	-
426.5	Other deductions	6,942	-	118	188	-	838
427	Interest on long-term debt	-	-	-	-	-	-
430	Interest on debt to associate companies	1,345	-	-	-	-	-
431	Other interest expense	(359)	-	-	-	-	-
	TOTAL EXPENSES	\$ 633,205	\$ -	\$ 7,198	\$ 4,443	\$ 2,070	\$ 25,657

(1) Overhead costs are included in each Service Function's cost in Accounts 408, 920, 926

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

SCHEDULE XVII-SCHEDULE OF EXPENSE  
BY DEPARTMENT OR SERVICE FUNCTION

(thousands of dollars)

INSTRUCTIONS: Indicate each department or service function.  
(See Instruction 01-3 General Structure of Accounting System:  
Uniform System of Accounts).

ACCOUNT	DESCRIPTION OF ITEMS	DEPARTMENT OR SERVICE FUNCTION				
		CLAIMS SERVICES	CORPORATE COMMUNICATIONS	STRATEGY & BUS DEVELOP	GOVERNMENT AFFAIRS	FACILITIES & REAL ESTATE
920	Salaries and wages	765	3,272	3,546	1,698	2,374
921	Office supplies and expenses	144	3,777	6,483	922	4,283
922	Administrative expense transferred - credit	-	-	-	-	(234)
923	Outside services employed	86	1,937	2,747	1,602	9,204
924	Property insurance	3	-	-	1	3
925	Injuries and damages	-	-	-	-	-
926	Employee pensions and benefits	18	88	80	48	55
928	Regulatory commission expense	-	-	-	-	-
930.1	General advertising expenses	-	8,678	-	1	-
930.2	Miscellaneous general expense	-	-	-	323	-
931	Rents	-	6	-	119	6,544
932	Maintenance of structures and equipment	-	-	-	-	-
935	Maintenance of general plant	-	-	-	-	-
403	Depreciation and amortization expense	-	-	-	-	-
408	Taxes other than income taxes	-	-	-	-	-
409	Income taxes	41	194	191	101	114
410	Provision for deferred income taxes	-	-	-	-	-
411	Provision for deferred income taxes-credit	-	-	-	-	-
411.5	Investment tax credit	-	-	-	-	-
426.1	Donations	-	350	-	-	-
426.5	Other deductions	-	(50)	167	122	-
427	Interest on long-term debt	-	-	-	29	4
430	Interest on debt to associate companies	-	-	-	-	-
431	Other interest expense	-	-	-	-	-
TOTAL EXPENSES		\$ 1,057	\$ 18,252	\$ 13,214	\$ 4,966	\$ 22,347

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

SCHEDULE XVII-SCHEDULE OF EXPENSE  
BY DEPARTMENT OR SERVICE FUNCTION

(thousands of dollars)

INSTRUCTIONS: Indicate each department or service function.  
(See Instruction 01-3 General Structure of Accounting System:  
Uniform System of Accounts).

ACCOUNT	DESCRIPTION OF ITEMS	DEPARTMENT OR SERVICE FUNCTION				
		FACILITIES ADMINISTRATIVE SERVICES	SUPPLY CHAIN	SUPPLY CHAIN SPECIAL PROGRAMS	HUMAN RESOURCES	FINANCE & TREASURY
920	Salaries and wages	479	5,945	309	7,374	2,748
921	Office supplies and expenses	1,047	37,123	95	8,599	2,721
922	Administrative expense transferred - credit	-	(34,554)	(396)	341	8
923	Outside services employed	2,040	3,628	1	3,191	660
924	Property insurance	-	-	-	12	67
925	Injuries and damages	15	-	-	4,511	2,828
926	Employee pensions and benefits	4	188	11	257	66
928	Regulatory commission expense	-	-	-	-	-
930.1	General advertising expenses	2	-	-	-	-
930.2	Miscellaneous general expense	-	-	-	-	-
931	Rents	360	-	-	17	22
932	Maintenance of structures and equipment	-	-	-	-	-
935	Maintenance of general plant	-	-	-	-	-
403	Depreciation and amortization expense	-	-	-	-	-
408	Taxes other than income taxes	-	-	-	-	-
409	Income taxes	15	392	20	633	154
410	Provision for deferred income taxes	-	-	-	-	-
411	Provision for deferred income taxes-credit	-	-	-	-	-
411.5	Investment tax credit	-	-	-	-	-
426.1	Donations	-	66	-	-	-
426.5	Other deductions	-	34	-	172	2
427	Interest on long-term debt	-	-	-	-	-
430	Interest on debt to associate companies	-	-	-	-	-
431	Other interest expense	-	-	-	-	-
	TOTAL EXPENSES	3,962	\$ 12,823	\$ 40	\$ 25,107	\$ 9,276

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

**SCHEDULE XVII-SCHEDULE OF EXPENSE  
BY DEPARTMENT OR SERVICE FUNCTION**  
(thousands of dollars)

INSTRUCTIONS: Indicate each department or service function.  
(See Instruction 01-3 General Structure of Accounting System:  
Uniform System of Accounts).

ACCOUNT	DESCRIPTION OF ITEMS	DEPARTMENT OR SERVICE FUNCTION				
		ACCOUNTING FINANCIAL RPTG AND TAXES	BUSINESS UNIT ACCOUNTING AND BUDGETING	PAYMENT & REPORTING	RECEIPTS PROCESSING	PAYROLL
920	Salaries and wages	17,875	15,804	1,389	841	739
921	Office supplies and expenses	16,061	47,844	170	193	250
922	Administrative expense transferred - credit	(870)	-	-	-	-
923	Outside services employed	4,292	6,210	437	1,013	188
924	Property insurance	1	1	-	-	-
925	Injuries and damages	(30)	-	-	-	-
926	Employee pensions and benefits	370	428	47	10	30
928	Regulatory commission expense	-	-	-	-	-
930.1	General advertising expenses	-	-	-	-	-
930.2	Miscellaneous general expense	11,757	6	-	-	-
931	Rents	16	7	2	270	-
932	Maintenance of structures and equipment	-	-	-	-	-
935	Maintenance of general plant	-	-	-	-	-
403	Depreciation and amortization expense	-	-	-	-	-
408	Taxes other than income taxes	-	-	-	-	-
409	Income taxes	2,785	860	84	20	48
410	Provision for deferred income taxes	(3,226)	-	-	-	-
411	Provision for deferred income taxes-credit	1,502	-	-	-	-
411.5	Investment tax credit	-	-	-	-	-
426.1	Donations	-	-	-	-	-
426.5	Other deductions	5	602	-	-	-
427	Interest on long-term debt	4,168	1,191	-	-	71
430	Interest on debt to associate companies	-	-	-	-	-
431	Other interest expense	1,345	-	-	-	-
		(359)	-	-	-	-
	TOTAL EXPENSES	\$ 55,692	\$ 72,953	\$ 2,129	\$ 2,347	\$ 1,326

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

**SCHEDULE XVII-SCHEDULE OF EXPENSE  
BY DEPARTMENT OR SERVICE FUNCTION**  
(thousands of dollars)

INSTRUCTIONS: Indicate each department or service function.  
(See Instruction 01-3 General Structure of Accounting System:  
Uniform System of Accounts).

ACCOUNT	DESCRIPTION OF ITEMS	DEPARTMENT OR SERVICE FUNCTION				
		RATES & REGULATION	ENERGY SUPPLY ENGINEERING & ENVIRONMENTAL	ENERGY SUPPLY BUSINESS RESOURCES	ENERGY MARKETS REGULATED TRADING AND MARKETING	
920	Salaries and wages	6,826	4,992	13,893		15,293
921	Office supplies and expenses	1,480	1,452	14,279		1,995
922	Administrative expense transferred - credit	-	-	-		-
923	Outside services employed	404	1,771	2,534		1,090
924	Property insurance	1	7	10		1
925	Injuries and damages	-	-	-		-
926	Employee pensions and benefits	182	111	336		777
928	Regulatory commission expense	-	2	-		-
930.1	General advertising expenses	28	-	-		-
930.2	Miscellaneous general expense	-	67	-		2
931	Rents	19	10	19		80
932	Maintenance of structures and equipment	-	-	-		-
935	Maintenance of general plant	-	-	-		-
403	Depreciation and amortization expense	-	-	-		-
408	Taxes other than income taxes	370	247	728		911
409	Income taxes	-	-	-		-
410	Provision for deferred income taxes	-	-	-		-
411	Provision for deferred income taxes-credit	-	-	-		-
411.5	Investment tax credit	-	-	-		-
426.1	Donations	-	5	-		-
426.5	Other deductions	-	1	8		-
427	Interest on long-term debt	-	-	-		-
430	Interest on debt to associate companies	-	-	-		-
431	Other interest expense	-	-	-		-
	TOTAL EXPENSES	\$ 9,310	\$ 8,665	\$ 31,807	\$	20,149

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

**SCHEDULE XVII-SCHEDULE OF EXPENSE  
BY DEPARTMENT OR SERVICE FUNCTION**

(thousands of dollars)

INSTRUCTIONS: Indicate each department or service function.  
(See Instruction 01-3 General Structure of Accounting System:  
Uniform System of Accounts).

ACCOUNT	DESCRIPTION OF ITEMS	DEPARTMENT OR SERVICE FUNCTION				
		ENERGY MARKETS FUEL PROCUREMENT	ENERGY DELIVERY MARKETING	ENERGY DELIVERY CONSTRUCTION OPERATION & MTCE	ENERGY DELIVERY ENGINEERING/ DESIGN	
920	Salaries and wages	3,086	1,404	14,381	23,204	
921	Office supplies and expenses	835	918	11,373	12,825	
922	Administrative expense transferred - credit	-	-	-	-	
923	Outside services employed	109	581	3,495	14,470	
924	Property insurance	-	1	6	4	
925	Injuries and damages	-	-	-	-	
926	Employee pensions and benefits	78	39	408	733	
928	Regulatory commission expense	-	-	(38)	-	
930.1	General advertising expenses	-	-	-	4	
930.2	Miscellaneous general expense	-	-	-	-	
931	Rents	6	-	6	341	
932	Maintenance of structures and equipment	-	-	-	-	
935	Maintenance of general plant	-	-	-	-	
403	Depreciation and amortization expense	-	-	-	-	
408	Taxes other than income taxes	-	-	-	-	
409	Income taxes	190	76	815	1,444	
410	Provision for deferred income taxes	-	-	-	-	
411	Provision for deferred income taxes-credit	-	-	-	-	
411.5	Investment tax credit	-	-	-	-	
426.1	Donations	-	-	-	-	
426.5	Other deductions	-	-	-	-	
427	Interest on long-term debt	-	-	-	-	
430	Interest on debt to associate companies	-	-	-	-	
431	Other interest expense	-	-	-	-	
	TOTAL EXPENSES	\$ 4,304	\$ 3,019	\$ 30,446	\$ 53,025	

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

**SCHEDULE XVII-SCHEDULE OF EXPENSE  
BY DEPARTMENT OR SERVICE FUNCTION**  
(thousands of dollars)

INSTRUCTIONS: Indicate each department or service function.  
(See Instruction 01-3 General Structure of Accounting System:  
Uniform System of Accounts).

ACCOUNT	DESCRIPTION OF ITEMS	DEPARTMENT OR SERVICE FUNCTION				
		MARKETING AND SALES	CUSTOMER SERVICE	INFORMATION TECHNOLOGY	AVIATION SERVICES	FLEET
920	Salaries and wages	19,544	33,371	7,582	790	797
921	Office supplies and expenses	3,368	37,411	193,328	5,218	115
922	Administrative expense transferred - credit	-	-	(135,555)	(3,368)	-
923	Outside services employed	4,950	4,630	8,910	89	-
924	Property insurance	11	9	-	-	-
925	Injuries and damages	-	-	-	-	-
926	Employee pensions and benefits	612	1,225	186	21	19
928	Regulatory commission expense	-	-	-	-	-
930.1	General advertising expenses	182	167	-	-	-
930.2	Miscellaneous general expense	4	-	30	-	-
931	Rents	7	17	57	5	-
932	Maintenance of structures and equipment	-	-	-	-	-
935	Maintenance of general plant	-	-	-	-	-
403	Depreciation and amortization expense	-	-	-	-	-
408	Taxes other than income taxes	-	-	-	-	-
409	Income taxes	1,173	2,192	416	45	37
410	Provision for deferred income taxes	-	-	-	-	-
411	Provision for deferred income taxes-credit	-	-	-	-	-
411.5	Investment tax credit	-	-	-	-	-
426.1	Donations	-	-	-	-	-
426.5	Other deductions	15	8	-	-	-
427	Interest on long-term debt	3	-	-	-	-
430	Interest on debt to associate companies	-	-	-	-	-
431	Other interest expense	-	-	-	-	-
	TOTAL EXPENSES	\$ 29,869	\$ 79,030	\$ 74,954	\$ 2,800	\$ 968

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

DEPARTMENTAL ANALYSIS OF SALARIES--ACCOUNT 920  
(thousands of dollars)

NAME OF DEPARTMENT OR SERVICE FUNCTION	DEPARTMENTAL SALARY EXPENSE INCLUDED IN AMOUNTS BILLED TO:				NUMBER OF PERSONNEL END OF YEAR
	TOTAL AMOUNT	PARENT COMPANY	OTHER ASSOCIATES	NON- ASSOCIATES	
Executive Management Services	\$ 2,275	\$ 326	\$ 1,949	\$ -	12
Internal Audit	1,717	40	1,677	-	23
Aviation Services	790	-	790	-	9
Government Affairs	1,698	30	1,668	-	14
Corporate and Employee Communications	3,272	71	3,201	-	40
Legal	4,468	278	4,190	-	37
Claims Services	765	-	765	-	12
Corporate Strategy and Business Development	3,546	205	3,341	-	21
Energy Supply Business Resources	13,893	44	13,849	-	131
Energy Markets Regulated Trading & Marketing	15,293	335	14,958	-	142
Energy Supply Engineering & Environmental	4,992	50	4,942	-	65
Energy Markets Fuel Procurement	3,086	7	3,079	-	38
Information Technology	7,582	82	7,500	-	83
Supply Chain	5,945	13	5,932	-	81
Supply Chain Special Programs	309	-	309	-	7
Investor Relations	664	33	631	-	7
Payment & Reporting	1,389	-	1,389	-	29
Human Resources	7,374	279	7,095	-	206
Payroll	739	4	735	-	13
Rates and Regulation	6,826	4	6,822	-	74
Accounting, Financial Reporting and Taxes	17,875	8,246	9,629	-	126
Energy Delivery Engineering/Design	23,204	-	23,204	-	397
Energy Delivery Construction, Oper & Maint	14,381	-	14,381	-	125
Fleet	797	-	797	-	10
Energy Delivery Marketing	1,404	-	1,404	-	15
Customer Service	33,371	2	33,369	-	835
Marketing and Sales	19,544	7	19,537	-	230
Facilities & Real Estate	2,374	1	2,373	-	22
Facilities Administrative Services	479	15	464	-	20
Finance & Treasury	2,748	115	2,633	-	31
Business Unit Accounting and Budgeting	15,804	239	15,565	-	143
Receipts Processing	841	-	841	-	22
<b>TOTAL</b>	<b>\$ 219,445</b>	<b>\$ 10,426</b>	<b>\$ 209,019</b>	<b>\$ -</b>	<b>3,020</b>

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

**OUTSIDE SERVICES EMPLOYED--ACCOUNT 923**  
 (thousands of dollars)

INSTRUCTIONS: Provide a breakdown of outside services employed. If the aggregate amounts paid to any one payee and included within one category is less than \$25,000, only the aggregate number and amount of all such payments included within the subaccounts need be shown. Provide a subtotal for each type of service.

<u>FROM WHOM PURCHASED</u>	<u>SERVICES PROVIDED</u>	<u>RELATIONSHIP</u> A'=ASSOCIATED "NA"=NONASSOCIATED	<u>AMOUNT</u>
<u>Legal Services</u>			
Andrew M. Toft	Legal Services	NA	\$ 52
Baker Botts, LLP	Legal Services	NA	56
Briggs & Morgan	Legal Services	NA	3,213
Brooks & Jackson, Inc.	Legal Services	NA	41
Brownstein Hyatt Farber	Legal Services	NA	169
Burford & Ryburn, LLP	Legal Services	NA	31
Charles River Associates, Inc.	Legal Services	NA	382
Dewey Ballantine, LLP	Legal Services	NA	369
Donald Gary Howard	Legal Services	NA	56
Dorsey & Whitney, LLP	Legal Services	NA	420
Ducker Montgomery & Lewis PC	Legal Services	NA	74
Elzi Pringle & Gurr	Legal Services	NA	488
Faegre & Benson	Legal Services	NA	1,148
Fredrikson & Byron PA	Legal Services	NA	73
Friedlob Sanderson Raskin & Paulson	Legal Services	NA	219
Gibson, Ochsner & Adkins, LLP	Legal Services	NA	54
Gorsuch Kirgis LLC	Legal Services	NA	583
Gray, Plant, Mooty, Mooty	Legal Services	NA	248
Hinkle, Hensley, Shanor & Martin	Legal Services	NA	1,145
Hogan & Hartson, LLP	Legal Services	NA	111
Holland & Hart, LLP	Legal Services	NA	72
Holme, Roberts & Owen, LLP	Legal Services	NA	46
Hunton & Williams	Legal Services	NA	30
Jones, Day, Reavis & Pougé	Legal Services	NA	3,652
Kelly & Ryberg, S. C.	Legal Services	NA	95
Kirby A. Kennedy & Associates	Legal Services	NA	27
Landry & Ludewig, LLP	Legal Services	NA	107
LeBouf, Lamb, Greene & MacRae LLP	Legal Services	NA	227
Lindquist & Vennum	Legal Services	NA	61
Loomis, Ewert, Parsley & Davis	Legal Services	NA	40
McCarthy, Sweeney & Harkaway, PC	Legal Services	NA	108
McDermott, Will & Emery	Legal Services	NA	340
Merchant & Gould PC	Legal Services	NA	68
Messerli & Kramer Attorneys	Legal Services	NA	34
Michael, Best & Friedrich	Legal Services	NA	372
Morgan, Lewis & Bockius, LLP	Legal Services	NA	568
Ove Arup & Partners MA, Inc.	Legal Services	NA	51
Peterson, Farris, Doores & Jones	Legal Services	NA	247
Ramsey Action Program, Inc.	Legal Services	NA	45
Richard V. Huston, DVM	Legal Services	NA	31
Rider, Bennett, Egan & Arundel	Legal Services	NA	50
Robinson, Water & O'Dorisio	Legal Services	NA	38
Shaw Pittman, LLP	Legal Services	NA	92
Shenehon Company	Legal Services	NA	31

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

## OUTSIDE SERVICES EMPLOYED--ACCOUNT 923

(thousands of dollars)

INSTRUCTIONS: Provide a breakdown of outside services employed. If the aggregate amounts paid to any one payee and included within one category is less than \$25,000, only the aggregate number and amount of all such payments included within the subaccounts need be shown. Provide a subtotal for each type of service.

<u>FROM WHOM PURCHASED</u>	<u>SERVICES PROVIDED</u>	<u>RELATIONSHIP</u> <u>A'=ASSOCIATED</u> <u>"NA"=NONASSOCIATED</u>	<u>AMOUNT</u>
Skadden, Arps, Slate, Meagher & Flom	Legal Services	NA	260
Slover & Loftus	Legal Services	NA	399
Squire, Sanders & Dempsey	Legal Services	NA	328
Stone & Webster Consultants	Legal Services	NA	38
Thelen, Reid & Priest, LLP	Consulting/Outside Services	NA	35
Thompson, Hine & Flory, LLP	Legal Services	NA	212
Trivue	Legal Services	NA	54
White & Steele	Legal Services	NA	307
Winston & Strawn	Legal Services	NA	93
Other (234)	Various		810
	Total Legal Services		17,895
<u>Auditing, Tax, Consulting and Accounting Services</u>			
Arthur Andersen LLP	Auditing, Tax and Other Services	NA	4,181
Deloitte & Touche LLP	Auditing, Tax and Other Services	NA	1,651
Price Waterhouse Coopers	Auditing, Tax and Other Services	NA	93
	Total Auditing, Tax, Consulting and Other Services		5,925
<u>Consulting/Outside Services</u>			
ABB, Inc.	Consulting/Outside Services	NA	323
Acconite Corporation	Consulting/Outside Services	NA	50
Accountants on Call	Consulting/Outside Services	NA	306
Acme \$ of Ormond Beach, Inc.	Consulting/Outside Services	NA	301
Adecco Employment Service	Consulting/Outside Services	NA	2,418
ADP Investor Community Service	Consulting/Outside Services	NA	99
Affiliated Credit Services, Inc.	Consulting/Outside Services	NA	81
Ajilon Finance	Consulting/Outside Services	NA	53
Alan W. Burgess M.D.	Consulting/Outside Services	NA	50
All Bases Covered	Consulting/Outside Services	NA	223
Alliant Energy	Consulting/Outside Services	NA	43
Allied Interstate, Inc.	Consulting/Outside Services	NA	115
Alstom ESCA Corporation	Consulting/Outside Services	NA	39
Altech Environmental	Consulting/Outside Services	NA	119
Amarillo National Bank	Consulting/Outside Services	NA	328
American Civil Constructors	Consulting/Outside Services	NA	800
American Society For Quality	Consulting/Outside Services	NA	48
AOC	Consulting/Outside Services	NA	37
Applied Energy Group	Consulting/Outside Services	NA	54
Arthur T. Nakata	Consulting/Outside Services	NA	33
Arundel Street Consulting, Inc.	Consulting/Outside Services	NA	154
Ascential Software	Consulting/Outside Services	NA	190
Aspect Communications Corp.	Consulting/Outside Services	NA	41
Association of Electric	Consulting/Outside Services	NA	47
AT&T	Consulting/Outside Services	NA	112
Automation Solution, Inc.	Consulting/Outside Services	NA	72

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

## OUTSIDE SERVICES EMPLOYED—ACCOUNT 923

(thousands of dollars)

INSTRUCTIONS: Provide a breakdown of outside services employed. If the aggregate amounts paid to any one payee and included within one category is less than \$25,000, only the aggregate number and amount of all such payments included within the subaccounts need be shown. Provide a subtotal for each type of service.

<u>FROM WHOM PURCHASED</u>	<u>SERVICES PROVIDED</u>	<u>RELATIONSHIP</u> A'=ASSOCIATED "NA"=NONASSOCIATED	<u>AMOUNT</u>
AVI Systems	Consulting/Outside Services	NA	28
Barr Engineering	Consulting/Outside Services	NA	245
BB Solutions	Consulting/Outside Services	NA	47
Beacon Consulting Group, Inc.	Consulting/Outside Services	NA	40
Bearing Point	Consulting/Outside Services	NA	536
Belair Builders, Inc.	Consulting/Outside Services	NA	68
Benco Messenger Service, Inc.	Consulting/Outside Services	NA	353
Black & Veatch, Engineering-Architectural	Consulting/Outside Services	NA	124
Black Diamond	Consulting/Outside Services	NA	195
Boice Dunham Group	Consulting/Outside Services	NA	32
Bowe Systec, Inc.	Consulting/Outside Services	NA	140
Bowne of Minnesota	Consulting/Outside Services	NA	129
Brayden Automation Corp.	Consulting/Outside Services	NA	30
BST Project Costs	Consulting/Outside Services	NA	370
B.T. Construction, Inc.	Consulting/Outside Services	NA	153
Burns & McDonnell, Inc.	Consulting/Outside Services	NA	30
Business Wire Corp.	Consulting/Outside Services	NA	114
C. I. Technologies	Consulting/Outside Services	NA	128
C. Barela	Consulting/Outside Services	NA	43
C. V. Selman & Associates, Inc.	Consulting/Outside Services	NA	75
Campbell Services, Inc.	Consulting/Outside Services	NA	78
Capitol Advantage, Inc.	Consulting/Outside Services	NA	39
Carlson School of Management	Consulting/Outside Services	NA	40
Cedar Corporation	Consulting/Outside Services	NA	54
Central Minnesota Delivery	Consulting/Outside Services	NA	25
CH2M Hill, Inc.	Consulting/Outside Services	NA	27
Change Solutions, Inc.	Consulting/Outside Services	NA	129
Charan Associates, Inc.	Consulting/Outside Services	NA	96
Citigate Dewe Rogerson, Inc.	Consulting/Outside Services	NA	45
Coherent Solutions, Inc.	Consulting/Outside Services	NA	83
Collins Electrical Construction Co.	Consulting/Outside Services	NA	195
Colorado Springs Utilities	Consulting/Outside Services	NA	63
Colorado State University	Consulting/Outside Services	NA	29
Commonwealth Associates, Inc.	Consulting/Outside Services	NA	30
Community Action of Minneapolis	Consulting/Outside Services	NA	27
Compact Offer	Consulting/Outside Services	NA	45
Compucom Systems, Inc.	Consulting/Outside Services	NA	250
Computer Contract Consultant	Consulting/Outside Services	NA	344
Computer Systems & Software, Inc.	Consulting/Outside Services	NA	293
Comtec, Inc.	Consulting/Outside Services	NA	58
Concours Group	Consulting/Outside Services	NA	257
Contract Engineering Services, Inc.	Consulting/Outside Services	NA	63
Contrino Direct Marketing	Consulting/Outside Services	NA	25
Cook Systems International	Consulting/Outside Services	NA	79

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

## OUTSIDE SERVICES EMPLOYED—ACCOUNT 923

(thousands of dollars)

INSTRUCTIONS: Provide a breakdown of outside services employed. If the aggregate amounts paid to any one payee and included within one category is less than \$25,000, only the aggregate number and amount of all such payments included within the subaccounts need be shown. Provide a subtotal for each type of service.

<u>FROM WHOM PURCHASED</u>	<u>SERVICES PROVIDED</u>	<u>RELATIONSHIP</u> A'=ASSOCIATED "NA"=NONASSOCIATED	<u>AMOUNT</u>
Copeland Trucking	Consulting/Outside Services	NA	147
Copyright Clearance Center	Consulting/Outside Services	NA	32
Curtis 1000	Consulting/Outside Services	NA	27
Custom Compliance Solutions	Consulting/Outside Services	NA	138
Dave Coil	Consulting/Outside Services	NA	53
DCP Consulting	Consulting/Outside Services	NA	334
DDI Consulting, Inc.	Consulting/Outside Services	NA	89
Decicion Analyst, Inc.	Consulting/Outside Services	NA	164
Dees Consultancy, Inc.	Consulting/Outside Services	NA	45
Dennhardt & Associates	Consulting/Outside Services	NA	72
Dennis & Company	Consulting/Outside Services	NA	25
Distributed Office Environment	Consulting/Outside Services	NA	73
Dolores Ann Harris	Consulting/Outside Services	NA	34
Dominion Construction Co.	Consulting/Outside Services	NA	371
Don Turner Consultants	Consulting/Outside Services	NA	62
Douglas Brandon	Consulting/Outside Services	NA	46
DRI-WEFA	Consulting/Outside Services	NA	37
DST Output, Inc.	Consulting/Outside Services	NA	167
Dstar	Consulting/Outside Services	NA	25
e prime, inc.	Consulting/Outside Services	A	226
Earth Tech, Inc.	Consulting/Outside Services	NA	36
Easi Document Integration	Consulting/Outside Services	NA	1,251
Eckhoff Services, Inc.	Consulting/Outside Services	NA	80
EDI Business Group, Inc.	Consulting/Outside Services	NA	165
Efficiency Engineering, Inc.	Consulting/Outside Services	NA	48
Eide Bailly LLP	Consulting/Outside Services	NA	91
Electric Software Products	Consulting/Outside Services	NA	26
Electrocon International, Inc.	Consulting/Outside Services	NA	29
Electronic Security Systems, Inc.	Consulting/Outside Services	NA	32
Elite Energy	Consulting/Outside Services	NA	28
Elmwood Solutions, Inc.	Consulting/Outside Services	NA	92
Eloquor Consulting, Inc.	Consulting/Outside Services	NA	45
Emergency Outfitters Inc.	Consulting/Outside Services	NA	65
Emergingsoft Corp.	Consulting/Outside Services	NA	86
Empirix, Inc.	Consulting/Outside Services	NA	40
Employee/Management Involvement Concept	Consulting/Outside Services	NA	47
Encomm Midwest	Consulting/Outside Services	NA	50
Energy Design Assistance Programs	Consulting/Outside Services	NA	196
Energy Packaging Solutions LLC	Consulting/Outside Services	NA	38
Engineering Repro Systems	Consulting/Outside Services	NA	56
Entegee Advance Possis	Consulting/Outside Services	NA	1,700
Entergy Services, Inc.	Consulting/Outside Services	NA	177
Envinta Corporation	Consulting/Outside Services	NA	257
EPRI	Consulting/Outside Services	NA	1,473
Equifax Credit Information Services	Consulting/Outside Services	NA	225

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

## OUTSIDE SERVICES EMPLOYED--ACCOUNT 923

(thousands of dollars)

INSTRUCTIONS: Provide a breakdown of outside services employed. If the aggregate amounts paid to any one payee and included within one category is less than \$25,000, only the aggregate number and amount of all such payments included within the subaccounts need be shown. Provide a subtotal for each type of service.

<u>FROM WHOM PURCHASED</u>	<u>SERVICES PROVIDED</u>	<u>RELATIONSHIP</u> A'=ASSOCIATED "NA"=NONASSOCIATED	<u>AMOUNT</u>
Erin Engineering & Research, Inc.	Consulting/Outside Services	NA	202
Eurasia Business Services	Consulting/Outside Services	NA	191
Evelyn Logan	Consulting/Outside Services	NA	33
Evergreen Caissons, Inc.	Consulting/Outside Services	NA	381
Executive Development Center	Consulting/Outside Services	NA	82
Express Personnel Services	Consulting/Outside Services	NA	42
Financial Engineering Associates	Consulting/Outside Services	NA	25
First Call Association	Consulting/Outside Services	NA	35
Flowserve	Consulting/Outside Services	NA	49
Ford Personnel Services, Inc.	Consulting/Outside Services	NA	51
Freelance Creative	Consulting/Outside Services	NA	175
GAB Robins	Consulting/Outside Services	NA	88
Gantz Wiley Research	Consulting/Outside Services	NA	48
GE Energy Management Service	Consulting/Outside Services	NA	63
GE Young & Company	Consulting/Outside Services	NA	67
Geduldig & Ferguson, Inc.	Consulting/Outside Services	NA	37
General Litho Services, Inc.	Consulting/Outside Services	NA	58
General Physics Corporation	Consulting/Outside Services	NA	101
GEO Digital Technologies, Inc.	Consulting/Outside Services	NA	71
GeoMatrix Consulting	Consulting/Outside Services	NA	90
GIGA Information Group	Consulting/Outside Services	NA	28
Global Atmospheric, Inc.	Consulting/Outside Services	NA	28
Gold Cross Courier Service, Inc.	Consulting/Outside Services	NA	29
Governmental Strategies, Inc.	Consulting/Outside Services	NA	73
Gradstaff, Inc.	Consulting/Outside Services	NA	36
Grant Online System	Consulting/Outside Services	NA	33
Great Southwestern Construction, Inc.	Consulting/Outside Services	NA	1,933
Greta Johnson	Consulting/Outside Services	NA	126
Gunther Douglas, Inc.	Consulting/Outside Services	NA	112
H. Zinder & Associates, Inc.	Consulting/Outside Services	NA	35
Hanley-Wood Integrated	Consulting/Outside Services	NA	195
Hayes Consulting Company, LLC	Consulting/Outside Services	NA	55
Health Promotion Management, Inc.	Consulting/Outside Services	NA	183
Healthone Clinic Services	Consulting/Outside Services	NA	40
Helmer Printing, Inc.	Consulting/Outside Services	NA	122
High Energy Group, Inc.	Consulting/Outside Services	NA	171
Hoeft Appliance Center	Consulting/Outside Services	NA	52
Holly D. Neel	Consulting/Outside Services	NA	64
Honeywell	Consulting/Outside Services	NA	46
Hospital Shared Services	Consulting/Outside Services	NA	54
Hotchkiss, Inc.	Consulting/Outside Services	NA	117
IBM	Consulting/Outside Services	NA	931
Imcorp	Consulting/Outside Services	NA	248
Indicon	Consulting/Outside Services	NA	134

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

## OUTSIDE SERVICES EMPLOYED—ACCOUNT 923

(thousands of dollars)

INSTRUCTIONS: Provide a breakdown of outside services employed. If the aggregate amounts paid to any one payee and included within one category is less than \$25,000, only the aggregate number and amount of all such payments included within the subaccounts need be shown. Provide a subtotal for each type of service.

<u>FROM WHOM PURCHASED</u>	<u>SERVICES PROVIDED</u>	<u>RELATIONSHIP</u> A'=ASSOCIATED "NA"=NONASSOCIATED	<u>AMOUNT</u>
Indus International	Consulting/Outside Services	NA	3,277
Information Handling Services	Consulting/Outside Services	NA	65
Insights Unlimited	Consulting/Outside Services	NA	136
Instrument Manufacturing Co.	Consulting/Outside Services	NA	115
IOS Capital	Consulting/Outside Services	NA	26
Iota Development Corporation	Consulting/Outside Services	NA	206
Iron Mountain Confidential	Consulting/Outside Services	NA	29
Iron Mountain Records Management	Consulting/Outside Services	NA	30
Jeane Thorne	Consulting/Outside Services	NA	361
Jefferson Wells	Consulting/Outside Services	NA	129
Johnston & Associates LLC	Consulting/Outside Services	NA	81
Julia Evans	Consulting/Outside Services	NA	57
Juran Institute, Inc.	Consulting/Outside Services	NA	70
Kathy Kriner	Consulting/Outside Services	NA	41
Keane, Inc.	Consulting/Outside Services	NA	72
Kelly Services, Inc.	Consulting/Outside Services	NA	139
Keltoi Consulting LLC	Consulting/Outside Services	NA	76
Kema Consulting, Inc.	Consulting/Outside Services	NA	25
Kim Michael Staudt	Consulting/Outside Services	NA	52
Kintana, Inc.	Consulting/Outside Services	NA	107
Lamber Macgillthomas, Inc.	Consulting/Outside Services	NA	25
Leo Tinoco	Consulting/Outside Services	NA	71
Liaison Creative Services	Consulting/Outside Services	NA	76
Lindberg Consulting	Consulting/Outside Services	NA	102
Lisa Hives	Consulting/Outside Services	NA	74
Logic Bay Corporation	Consulting/Outside Services	NA	175
Madelia Sub	Consulting/Outside Services	NA	66
Management Systems International	Consulting/Outside Services	NA	127
Manitoba HVDC Research Center	Consulting/Outside Services	NA	59
Manpower Temporary Services	Consulting/Outside Services	NA	505
Market & Johnson, Inc.	Consulting/Outside Services	NA	207
Market Strategies, Inc.	Consulting/Outside Services	NA	651
Mary E. Miura	Consulting/Outside Services	NA	73
Mass Mutual Financial Group	Consulting/Outside Services	NA	27
Matt Myers Consulting	Consulting/Outside Services	NA	81
Mavo Systems, Inc.	Consulting/Outside Services	NA	28
Maxim Technologies, Inc.	Consulting/Outside Services	NA	40
MCM Consulting	Consulting/Outside Services	NA	41
McPherson Group, Inc.	Consulting/Outside Services	NA	95
McWilliams & Associates	Consulting/Outside Services	NA	42
Media Mosaic	Consulting/Outside Services	NA	471
Meridian Aggregates Co., LLP	Consulting/Outside Services	NA	33
Merrick & Company	Consulting/Outside Services	NA	614
Metro Connections, Inc.	Consulting/Outside Services	NA	51
Metropolitan Mechanical	Consulting/Outside Services	NA	78

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

## OUTSIDE SERVICES EMPLOYED—ACCOUNT 923

(thousands of dollars)

INSTRUCTIONS: Provide a breakdown of outside services employed. If the aggregate amounts paid to any one payee and included within one category is less than \$25,000, only the aggregate number and amount of all such payments included within the subaccounts need be shown. Provide a subtotal for each type of service.

<u>FROM WHOM PURCHASED</u>	<u>SERVICES PROVIDED</u>	<u>RELATIONSHIP</u>	<u>AMOUNT</u>
		A'=ASSOCIATED "NA"=NONASSOCIATED	
Michigan Technology University	Consulting/Outside Services	NA	79
MidAmerican Energy Company	Consulting/Outside Services	NA	149
Midwest ISO	Consulting/Outside Services	NA	73
Mile High Corporate Services	Consulting/Outside Services	NA	166
Mile High Properties, LLC	Consulting/Outside Services	NA	196
Miner & Miner	Consulting/Outside Services	NA	99
Minneapolis Consulting Group	Consulting/Outside Services	NA	463
Minnesota Wild	Consulting/Outside Services	NA	649
Minnertainment Company	Consulting/Outside Services	NA	125
Monique Lovato	Consulting/Outside Services	NA	36
Moody's Investor Service	Consulting/Outside Services	NA	52
Morris Schriem	Consulting/Outside Services	NA	41
Mueller Pipeliners, Inc.	Consulting/Outside Services	NA	1,042
Munchiando Excavating	Consulting/Outside Services	NA	93
Nantech Consulting	Consulting/Outside Services	NA	167
National Barricade	Consulting/Outside Services	NA	79
Nationwide Advertising Service	Consulting/Outside Services	NA	45
Navigant Consulting, Inc.	Consulting/Outside Services	NA	62
NETG	Consulting/Outside Services	NA	115
New Energy Associates LLC	Consulting/Outside Services	NA	78
New Harbor, Inc.	Consulting/Outside Services	NA	590
New York Stock Exchange, Inc.	Consulting/Outside Services	NA	456
Nexant, Inc.	Consulting/Outside Services	NA	135
Northwest Electrical Systems	Consulting/Outside Services	NA	136
Northwestern Travel Agency	Consulting/Outside Services	NA	36
Northwrite, Inc.	Consulting/Outside Services	NA	138
Occupational Medicine	Consulting/Outside Services	NA	112
Office Team	Consulting/Outside Services	NA	70
Opus 21 Management Solutions	Consulting/Outside Services	NA	786
Oracular of Minnesota	Consulting/Outside Services	NA	853
Otter Tail Power Company	Consulting/Outside Services	NA	94
Output Technology Solutions	Consulting/Outside Services	NA	117
PA Consulting Group	Consulting/Outside Services	NA	35
Pace Analytical Services, Inc.	Consulting/Outside Services	NA	27
Pacioli Companies	Consulting/Outside Services	NA	121
Padilla, Speer Beardsley, Inc.	Consulting/Outside Services	NA	64
Par Electrical Contractors	Consulting/Outside Services	NA	1,393
Parson Group, LLC	Consulting/Outside Services	NA	121
Partnership Continuum, Inc.	Consulting/Outside Services	NA	55
People Soft USA	Consulting/Outside Services	NA	199
Percite Information Technology	Consulting/Outside Services	NA	184
Personnel Decisions International Corp.	Consulting/Outside Services	NA	158
Pettigrew & Associates	Consulting/Outside Services	NA	58
Pettus Construction LLC	Consulting/Outside Services	NA	57
Pirelli Cables & Systems N. A.	Consulting/Outside Services	NA	359

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

## OUTSIDE SERVICES EMPLOYED--ACCOUNT 923

(thousands of dollars)

INSTRUCTIONS: Provide a breakdown of outside services employed. If the aggregate amounts paid to any one payee and included within one category is less than \$25,000, only the aggregate number and amount of all such payments included within the subaccounts need be shown. Provide a subtotal for each type of service.

<u>FROM WHOM PURCHASED</u>	<u>SERVICES PROVIDED</u>	<u>RELATIONSHIP</u> A'=ASSOCIATED "NA"=NONASSOCIATED	<u>AMOUNT</u>
PIRA Energy Group	Consulting/Outside Services	NA	29
Power Plan Consultants, Inc.	Consulting/Outside Services	NA	566
Power Technologies, Inc.	Consulting/Outside Services	NA	220
Powerhouse Rigging	Consulting/Outside Services	NA	262
Precision Resource Co.	Consulting/Outside Services	A	667
Premier Personnel	Consulting/Outside Services	NA	57
Pro Staff Personnel Services	Consulting/Outside Services	NA	481
Prosource Technologies	Consulting/Outside Services	NA	115
Quantum Consulting & Placement	Consulting/Outside Services	NA	98
Rainier Technology, Inc.	Consulting/Outside Services	NA	694
Rapidigm, Inc.	Consulting/Outside Services	NA	99
Red Planet Consulting, Inc.	Consulting/Outside Services	NA	119
Reichman, Karten Sword, Inc.	Consulting/Outside Services	NA	36
Rellek Dev., Inc.	Consulting/Outside Services	NA	145
RER, Inc.	Consulting/Outside Services	NA	79
Resolution, Inc.	Consulting/Outside Services	NA	249
Resources Connection, Inc.	Consulting/Outside Services	NA	309
Reuters America, Inc.	Consulting/Outside Services	NA	37
RHI Management Resources	Consulting/Outside Services	NA	115
Richter Scale Productions, Inc.	Consulting/Outside Services	NA	53
Rick Souther Photography	Consulting/Outside Services	NA	73
Right Management Consulting, Inc.	Consulting/Outside Services	NA	672
RJ Services, Inc.	Consulting/Outside Services	NA	40
RM Software, Inc.	Consulting/Outside Services	NA	25
RNL Solutions	Consulting/Outside Services	NA	200
Robert Half	Consulting/Outside Services	NA	59
Robert Reents	Consulting/Outside Services	NA	48
Robins, Kaplan, Miller & Ciresi	Consulting/Outside Services	NA	279
Rocky Mountain Security	Consulting/Outside Services	NA	224
Ronald A. Jerich & Associates	Consulting/Outside Services	NA	96
RSM Enterprises	Consulting/Outside Services	NA	34
Russeth, Inc.	Consulting/Outside Services	NA	59
S G S Statistical Services LLC	Consulting/Outside Services	NA	53
S.A. Robotics	Consulting/Outside Services	NA	104
Safety Kleen Corporation	Consulting/Outside Services	NA	38
Sage Results, Inc.	Consulting/Outside Services	NA	53
Scott Madden & Associates	Consulting/Outside Services	NA	388
SDS Architechts, Inc.	Consulting/Outside Services	NA	28
Security Solutions, LLC	Consulting/Outside Services	NA	101
Sedway Consulting, Inc.	Consulting/Outside Services	NA	348
Seever Courier Service	Consulting/Outside Services	NA	48
Shared Resource Management	Consulting/Outside Services	NA	660
Shareholder.Com	Consulting/Outside Services	NA	45
Sheldon J. Harris	Consulting/Outside Services	NA	62
Siemens	Consulting/Outside Services	NA	262

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

## OUTSIDE SERVICES EMPLOYED—ACCOUNT 923

(thousands of dollars)

INSTRUCTIONS: Provide a breakdown of outside services employed. If the aggregate amounts paid to any one payee and included within one category is less than \$25,000, only the aggregate number and amount of all such payments included within the subaccounts need be shown. Provide a subtotal for each type of service.

<u>FROM WHOM PURCHASED</u>	<u>SERVICES PROVIDED</u>	<u>RELATIONSHIP</u> A'=ASSOCIATED "NA"=NONASSOCIATED	<u>AMOUNT</u>
Siemens Building Technologies	Consulting/Outside Services	NA	43
Siemens Power T&D, Inc.	Consulting/Outside Services	NA	356
Simpson Partnership Inc.	Consulting/Outside Services	NA	39
Sitrick & Co., Inc.	Consulting/Outside Services	NA	376
Smart Partners	Consulting/Outside Services	NA	39
Soft Link, Inc.	Consulting/Outside Services	NA	191
Soft Scape, Inc.	Consulting/Outside Services	NA	40
Software Architects, Inc.	Consulting/Outside Services	NA	45
Solutions Marketing Consulting	Consulting/Outside Services	NA	229
Somos, Inc.	Consulting/Outside Services	NA	32
Sopheon Corporation	Consulting/Outside Services	NA	33
Sprint Express, Inc.	Consulting/Outside Services	NA	36
Standard & Poor's Corp.	Consulting/Outside Services	NA	35
Staubach Company	Consulting/Outside Services	NA	33
Staubach Management Services	Consulting/Outside Services	NA	286
Stop Processing Center	Consulting/Outside Services	NA	27
Stratplans, Inc.	Consulting/Outside Services	NA	93
Summit Blue Consulting	Consulting/Outside Services	NA	63
Sungard Energy Systems, Inc.	Consulting/Outside Services	NA	98
Superior Seven Mile Creek Land	Consulting/Outside Services	NA	83
Superior Special Services, Inc.	Consulting/Outside Services	NA	297
Svingen Athens Russell, Et. Al.	Consulting/Outside Services	NA	27
Swanson Consulting Group	Consulting/Outside Services	NA	93
Synergetic Design	Consulting/Outside Services	NA	1,177
Synova, Inc.	Consulting/Outside Services	NA	96
TB Industries, Inc.	Consulting/Outside Services	NA	55
Technology Resource Group, Inc.	Consulting/Outside Services	NA	95
TekSystems, Inc.	Consulting/Outside Services	NA	205
Tension Envelope	Consulting/Outside Services	NA	478
The Blackstone Group LP	Consulting/Outside Services	NA	787
The Gallup Group	Consulting/Outside Services	NA	28
The Marathon Group	Consulting/Outside Services	NA	98
The Maris Group	Consulting/Outside Services	NA	428
The Market Solutions Group	Consulting/Outside Services	NA	221
The Smith Free Group	Consulting/Outside Services	NA	54
The St. Paul Companies	Consulting/Outside Services	NA	185
The Westin Westminster	Consulting/Outside Services	NA	67
The Writers Group	Consulting/Outside Services	NA	81
Theobald & Associates	Consulting/Outside Services	NA	29
TMP Worldwide	Consulting/Outside Services	NA	299
Tony Kwilas	Consulting/Outside Services	NA	28
Top Echelon Contracting, Inc.	Consulting/Outside Services	NA	61
Towers Perrin	Consulting/Outside Services	NA	201
Trans Alarm	Consulting/Outside Services	NA	3,562

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

## OUTSIDE SERVICES EMPLOYED--ACCOUNT 923

(thousands of dollars)

INSTRUCTIONS: Provide a breakdown of outside services employed. If the aggregate amounts paid to any one payee and included within one category is less than \$25,000, only the aggregate number and amount of all such payments included within the subaccounts need be shown. Provide a subtotal for each type of service.

<u>FROM WHOM PURCHASED</u>	<u>SERVICES PROVIDED</u>	<u>RELATIONSHIP</u> A'=ASSOCIATED "NA"=NONASSOCIATED	<u>AMOUNT</u>
Transformer Disposal	Consulting/Outside Services	NA	27
TRC Mariah Associates, Inc.	Consulting/Outside Services	NA	39
Tri-State Generation & Transmission	Consulting/Outside Services	NA	400
Two Degrees	Consulting/Outside Services	NA	137
Ulteig Engineers, Inc.	Consulting/Outside Services	NA	339
UMS Group	Consulting/Outside Services	NA	209
United Accounts, Inc.	Consulting/Outside Services	NA	30
United Business Mail	Consulting/Outside Services	NA	152
United Parcel Service	Consulting/Outside Services	NA	25
Universal Field Services, Inc.	Consulting/Outside Services	NA	27
Universal Network Solutions	Consulting/Outside Services	NA	831
UP Tempo Consulting	Consulting/Outside Services	NA	90
Utilities International, Inc.	Consulting/Outside Services	NA	1,540
Utility Engineering	Consulting/Outside Services	A	358
Verifications, Inc.	Consulting/Outside Services	NA	139
Verint Systems, Inc.	Consulting/Outside Services	NA	725
Veritas Software Corporation	Consulting/Outside Services	NA	47
Visa	Consulting/Outside Services	NA	187
Visimetrix, Inc.	Consulting/Outside Services	NA	68
Vision Technologies, Inc.	Consulting/Outside Services	NA	53
Volt Services Group	Consulting/Outside Services	NA	44
Vonasek & Schieffer, Inc.	Consulting/Outside Services	NA	492
W. L. Hall Company	Consulting/Outside Services	NA	102
Wackenhut	Consulting/Outside Services	NA	1,433
Waltco, Inc.	Consulting/Outside Services	NA	79
Ware Consulting LLC	Consulting/Outside Services	NA	176
Waste Management	Consulting/Outside Services	NA	159
Waukesha Electric Systems, Inc.	Consulting/Outside Services	NA	75
Weatherdata, Inc.	Consulting/Outside Services	NA	45
Webmethods, Inc.	Consulting/Outside Services	NA	266
Wells Fargo Shareowner Service	Consulting/Outside Services	NA	1,698
Wenck Associates, Inc.	Consulting/Outside Services	NA	29
Western Area Power Associates	Consulting/Outside Services	NA	65
Wilbanks Corporation	Consulting/Outside Services	NA	95
Wilbanks Resources Corp.	Consulting/Outside Services	NA	27
Xerox	Consulting/Outside Services	NA	44
Yamamoto/Moss, Inc.	Consulting/Outside Services	NA	88
Z Systems	Consulting/Outside Services	NA	31
Zechman & Associates	Consulting/Outside Services	NA	525
Other (1291)	Various	NA	1,580
	Total Consulting/Outside Services		<u>77,433</u>
TOTAL CONSULTING/OUTSIDE SERVICES EMPLOYED			<u>\$ 101,253</u>

**ANNUAL REPORT OF XCEL ENERGY SERVICES INC.**

For the Year Ended December 31, 2002

**EMPLOYEE PENSION AND BENEFITS--ACCOUNT 926**  
(thousands of dollars)

INSTRUCTIONS: Provide a listing of each pension plan and benefit program provided by the service company.  
Such listing should be limited to \$25,000.

<u>DESCRIPTION</u>	<u>AMOUNT</u>
Pensions	\$ (23,457)
Managed Health Care/Dental/Vision	16,882
Employee Savings Plans (401K)	4,668
Supplemental Executive Retirement Plan	4,308
Post Retirement Health Care	2,692
Life Insurance	1,351
Benefit Wave Election	369
Post Employment Benefits	(172)
	<hr/>
TOTAL \$	<u><u>6,641</u></u>

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

## GENERAL ADVERTISING EXPENSE--ACCOUNT 930.1

(thousands of dollars)

INSTRUCTIONS: Provide a listing of the amount included in Account 930.1, "General Advertising Expenses", classifying the items according to the nature of the advertising and as defined in the account definition. If a particular class includes an amount in excess of \$3,000 applicable to a single payee, show separately the name of the payee and the aggregate amount applicable thereto.

<u>DESCRIPTION</u>	<u>NAME OF PAYEE</u>	<u>AMOUNT</u>
Ad Agency/Advertising/Printing	McClain Finlon Advertising Inc.	\$ 3,034
Advertising - Sponsorship	St. Paul Facilities Management	1,339
Advertising	Pepsi Center	1,110
Advertising	Xcel Energy Center	1,054
Advertising - Sponsorship	Minnesota Wild Hockey Club	940
Printing	Goldstein's	328
Advertising	Minntertainment Co.	250
Printing	Hotchkiss, Inc.	77
Printing	General Litho Services, Inc.	71
Advertising	Grand Excursion, Inc.	60
Advertising	TMP Worldwide	58
Advertising - Sponsorship	Penumbra Theatre Company	51
Advertising	Home Builders Association	42
Advertising	Texas Panhandle Heritage	40
Advertising	Saint Paul Festival & Heritage	37
Advertising	City of Sioux Falls	35
Advertising - Sponsorship	Downtown Denver Partnership, Inc.	33
Printing	Merit Printing	30
Advertising	Minneapolis Downtown Council	27
Advertising	Colorado Press Association	26
Advertising	Culture, Inc.	25
Advertising	Nexus Energy Software, Inc.	25
Advertising - Sponsorship	U.S. Hockey Hall of Fame	25
Advertising	St. Paul Area Chamber of Commerce	22
Advertising	Nationwide Advertising, Inc.	21
Advertising	Market Solutions Group	20
Advertising	Saint Paul Riverfront Corp	20
Printing	DST Output, Inc.	20
Advertising/Printing	Monique Lovato	16
Advertising	Griffin Communications, Inc.	13
Advertising	RTD Marketing Dept.	12
Advertising	St. Josephs Home For Children	10
Printing	Output Technology Solutions, Inc.	9
Advertising	Jonathon Treat	9
Advertising	Great Plains Institute	8
Advertising - Consulting	Stop Process Center	8
Advertising	Ordway Circle of Stars	8
Advertising	Plaza Research	7
Printing	Pyramid Print & Graphics	7
Printing	Park Printing	6
Advertising - Sponsorship	National Association of Investors	6

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

## GENERAL ADVERTISING EXPENSE--ACCOUNT 930.1

(thousands of dollars)

INSTRUCTIONS: Provide a listing of the amount included in Account 930.1, "General Advertising Expenses", classifying the items according to the nature of the advertising and as defined in the account definition. If a particular class includes an amount in excess of \$3,000 applicable to a single payee, show separately the name of the payee and the aggregate amount applicable thereto.

<u>DESCRIPTION</u>	<u>NAME OF PAYEE</u>	<u>AMOUNT</u>
Advertising	Lubbock Rate Campaign	5
Advertising	Casa De Esperanza	5
Advertising	Como Zoo & Conservatory	5
Advertising	Marshall Fields Symphony Ball	5
Advertising	National Council of Jewish Women	5
Advertising	The Childrens Theatre Co.	5
Advertising	United Hospital Foundation	5
Advertising	Denver Regional Council of Gov	5
Advertising	Educational Development Specialists	4
Advertising	Minority Business Entrepreneur	4
Advertising	Insight Consulting	4
Advertising	The Pines At Genesee, LLC	4
Advertising	Peanuts on Parade	4
Advertising	Denver Business Journal	4
Advertising	Boys & Girls Club of the Twin Cities	3
Advertising - Consulting	Japanese Society for Quality Control	3
Miscellaneous Advertising	Various (94)	62
	TOTAL	<u>\$ 9,071</u>

**ANNUAL REPORT OF XCEL ENERGY SERVICES INC.**

For the Year Ended December 31, 2002

**MISCELLANEOUS GENERAL EXPENSES--ACCOUNT 930.2**

(thousands of dollars)

INSTRUCTIONS: Provide a listing of the amount included in Account 930.2, "Miscellaneous General Expenses" classifying such expenses according to their nature. Payments and expenses permitted by Section 321 (b)(2) of the Federal Election Campaign Act, as amended by Public Law 94-283 in 1976 (2 U.S.C. 441 (b)(2)) shall be separately classified.

<u>DESCRIPTION</u>	<u>AMOUNT</u>
Utility Association Dues	\$ 1,424
Board of Director Fees and Expenses	2,315
Shared Asset costs (1)	10,786
Shareholder Relations expenses	8
	<hr/>
TOTAL	\$ 14,533
	<hr/>

(1) Costs for capital assets utilized by more than one affiliate company

**RENTS--ACCOUNT 931**

(thousands of dollars)

INSTRUCTIONS: Provide a listing of the amount included in Account 931, "Rents", classifying such expenses by major groupings of property, as defined in the account definition of the Uniform System of Accounts.

<u>TYPE OF PROPERTY</u>	<u>AMOUNT</u>
Rents - Office Space	\$ 7,930
	<hr/>
TOTAL	\$ 7,930
	<hr/>

**ANNUAL REPORT OF XCEL ENERGY SERVICES INC.**

For the Year Ended December 31, 2002

**TAXES OTHER THAN INCOME TAXES--ACCOUNT 408**

(thousands of dollars)

INSTRUCTIONS: Provide an analysis of Account 408 "Taxes Other Than Income Taxes". Separate the analysis into two groups: (1) other than U.S. Government taxes, and (2) U.S. Government taxes. Specify each of the various kinds of taxes and show the amounts thereof. Provide a subtotal for each class of tax.

<u>KIND OF TAX</u>	<u>AMOUNT</u>
Other Than U.S. Government Taxes:	
State Unemployment Taxes	\$ 751
Franchise Tax - Texas, Kansas, Delaware, Ohio and New Mexico	222
Other - various	89
	<u>1,062</u>
	SUBTOTAL
U.S. Government Taxes:	
Social Security Taxes	13,499
Federal Unemployment Taxes	199
	<u>13,698</u>
	SUBTOTAL
	<u>TOTAL \$ 14,760</u>

## ANNUAL REPORT OF XCEL ENERGY SERVICES INC.

For the Year Ended December 31, 2002

## DONATIONS--ACCOUNT 426.1

(thousands of dollars)

INSTRUCTIONS: Provide a listing of the amount included in Account 426.1, "Donations", classifying such expenses by its purpose. The aggregate number and amount of all items of less than \$3,000 may be shown in lieu of details.

<u>NAME OF RECIPIENT</u>	<u>PURPOSE OF DONATION</u>	<u>AMOUNT</u>
2002 Sponsorship NMBA Convention	Contribution to support community assistance	\$ 3
Asian Chamber of Commerce	Contribution to support community assistance	5
Business Social Awards	Contribution to support community assistance	4
CACI	Contribution to support community assistance	5
Center for New Americans	Contribution to support community assistance	10
City of Arvada; Arvada Center	Contribution to support community assistance	3
City of Milaca Fire Department	Contribution to support community assistance	3
Colorado Black Chamber of Commerce	Contribution to support community assistance	10
Colorado Business Hall of Fame	Contribution to support community assistance	5
Colorado Women's Chamber of Commerce	Contribution to support community assistance	10
CSG/Legislators Forum	Contribution to support community assistance	5
Denver Hispanic Chamber of Commerce	Contribution to support community assistance	10
Denver Metro Chamber Foundation	Contribution to support community assistance	8
DLCC Services Corporation LLC	Contribution to support community assistance	10
Downtown Denver Partnership Inc.	Contribution to support community assistance	96
Goldstein's	Contribution to support community assistance	5
Governor's Fishing Opener	Contribution to support community assistance	10
Greater Pueblo Chamber of Commerce	Contribution to support community assistance	3
MEDA	Contribution to support community assistance	13
Milestone Growth Fund, Inc.	Contribution to support community assistance	20
Minnesota Chamber of Commerce	Contribution to support community assistance	8
Minnesota Environmental Sciences	Contribution to support community assistance	5
Minnesota Property Tax Reform	Contribution to support community assistance	3
Minnesota Science Museum	Contribution to support community assistance	5
Minnesota State Society	Contribution to support community assistance	3
Minnesota Utilities Investors Group	Contribution to support community assistance	64
Minnesotans for a Fair Redistricting	Contribution to support community assistance	5
MN Rural Electrical Association	Contribution to support community assistance	18
National Minority Supplier Dev	Contribution to support community assistance	12
National Western Stock Show	Contribution to support community assistance	3
Options, Inc	Contribution to support community assistance	8
Panhandle Water Planning Group	Contribution to support community assistance	5
Public Affairs Council	Contribution to support community assistance	4
Rocky Mountain Minority	Contribution to support community assistance	26
St Paul Riverfront Corporation	Contribution to support community assistance	8
Swearing-In Account Ceremony	Contribution to support community assistance	5
Taste of Minnesota	Contribution to support community assistance	45
The Friends of St. Paul	Contribution to support community assistance	10
Urban League of Metro Denver	Contribution to support community assistance	11
US Chamber of Commerce	Contribution to support community assistance	70
Windustry Wind Energy	Contribution to support community assistance	5
Women's Foundation of Colorado	Contribution to support community assistance	3