

XCEL ENERGY INC
Form 10-Q
May 01, 2015

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

FORM 10-Q
(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT
OF 1934

For the quarterly period ended March 31, 2015

or

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT
OF 1934

Commission File Number: 001-3034

Xcel Energy Inc.

(Exact name of registrant as specified in its charter)

Minnesota

(State or other jurisdiction of incorporation or
organization)

41-0448030

(I.R.S. Employer Identification No.)

414 Nicollet Mall

Minneapolis, Minnesota

(Address of principal executive offices)

(612) 330-5500

(Registrant's telephone number, including area code)

55401

(Zip Code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 and Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer", "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer

Non-accelerated filer

(Do not check if smaller reporting company)

Accelerated filer

Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

Yes No

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Class

Common Stock, \$2.50 par value

Outstanding at April 27, 2015

506,914,489 shares

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This Form 10-Q is filed by Xcel Energy Inc. Xcel Energy Inc. wholly owns the following subsidiaries: Northern States Power Company, a Minnesota corporation (NSP-Minnesota); Northern States Power Company, a Wisconsin corporation (NSP-Wisconsin); Public Service Company of Colorado (PSCo); and Southwestern Public Service Company (SPS). Xcel Energy Inc. and its consolidated subsidiaries are also referred to herein as Xcel Energy. NSP-Minnesota, NSP-Wisconsin, PSCo and SPS are also referred to collectively as utility subsidiaries. The electric production and transmission system of NSP-Minnesota and NSP-Wisconsin, which is operated on an integrated basis and is managed by NSP-Minnesota, is referred to collectively as the NSP System. Additional information on the wholly owned subsidiaries is available on various filings with the Securities and Exchange Commission (SEC).

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PART I — FINANCIAL INFORMATION

Item 1 — FINANCIAL STATEMENTS

XCEL ENERGY INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME (UNAUDITED)

(amounts in thousands, except per share data)

	Three Months Ended March 31	
	2015	2014
Operating revenues		
Electric	\$2,224,863	\$2,301,710
Natural gas	715,996	879,688
Other	21,360	21,206
Total operating revenues	2,962,219	3,202,604
Operating expenses		
Electric fuel and purchased power	950,132	1,067,321
Cost of natural gas sold and transported	472,371	623,828
Cost of sales — other	10,049	9,129
Operating and maintenance expenses	585,830	560,143
Conservation and demand side management program expenses	53,805	77,546
Depreciation and amortization	273,098	245,943
Taxes (other than income taxes)	136,626	124,702
Loss on Monticello life cycle management/extended power uprate project	129,463	—
Total operating expenses	2,611,374	2,708,612
Operating income	350,845	493,992
Other income, net	3,161	3,201
Equity earnings of unconsolidated subsidiaries	7,776	7,438
Allowance for funds used during construction — equity	12,660	21,907
Interest charges and financing costs		
Interest charges — includes other financing costs of \$5,698 and \$5,792, respectively	144,940	139,094
Allowance for funds used during construction — debt	(6,144) (9,548
Total interest charges and financing costs	138,796	129,546
Income before income taxes	235,646	396,992
Income taxes	83,580	135,771
Net income	\$152,066	\$261,221
Weighted average common shares outstanding:		
Basic	506,983	499,523
Diluted	507,393	499,746

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Earnings per average common share:

Basic	\$0.30	\$0.52
Diluted	0.30	0.52

Cash dividends declared per common share	\$0.32	\$0.30
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See Notes to Consolidated Financial Statements

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XCEL ENERGY INC. AND SUBSIDIARIES
 CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (UNAUDITED)
 (amounts in thousands)

	Three Months Ended March 31	
	2015	2014
Net income	\$ 152,066	\$ 261,221
Other comprehensive income		
Pension and retiree medical benefits:		
Amortization of losses included in net periodic benefit cost, net of tax of \$569 and \$550, respectively	876	864
Derivative instruments:		