

March 17, 2008

Kim W. Havey  
Midtown Eco Energy, LLC  
C/o Kandiyohi Development Partners  
250 Marquette Avenue, Suite 750  
Minneapolis, MN 55401

Re: Proposed Biomass Generation Power Purchase Agreement

Dear Mr. Havey:

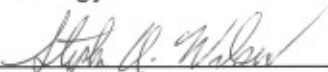
Midtown Eco Energy, LLC ("Midtown") is proposing to construct and operate an electric generation facility, which will utilize biomass as its fuel ("Facility"). The Facility will be located near 28<sup>th</sup> Street and Hiawatha Avenue in south Minneapolis. Midtown proposes that Northern States Power Company d/b/a Xcel Energy ("NSP") enter into a power purchase agreement pursuant to which NSP will buy the 19.5 MW net electrical generation of the Facility for a period of up to 25 years.

Midtown is party to an Option Agreement which grants it the option to purchase the real property on which the Facility will be located (as amended, the "Option Agreement"). The Option Agreement provides that Midtown is to demonstrate to the seller a commitment to enter into a power purchase agreement with respect to the Facility, subject to reasonable conditions.

NSP acknowledges that Midtown and NSP are negotiating the terms of a power purchase agreement with respect to the Facility and that NSP is considering entering into a power purchase agreement with respect to the Facility, subject to reaching final agreement on all specific contract terms. Following the completion of such negotiations, if NSP and Midtown reach a tentative agreement, NSP will then present the negotiated agreement to its internal management committees for review and approvals. If such approvals are received, NSP will enter into the power purchase agreement, subject to its terms and any other conditions, which may be agreed in the approval process, and also subject to any required regulatory approvals.

This letter is provided solely as an accommodation to Midtown with respect to the Option Agreement and does not create any obligation on the part of NSP to agree to any terms or conditions of a power purchase agreement, or to enter into a power purchase agreement with Midtown, or to issue or provide any approvals of any proposed power purchase agreement.

Northern States Power Company d/b/a  
Xcel Energy

By:   
Purchase Power Analyst

CC: C Clark  
D Echter  
T Kawakami