

**NOTICE OF A CHANGE IN THE GAS RATES OF
PUBLIC SERVICE COMPANY OF COLORADO
1800 LARIMER STREET, DENVER, COLORADO 80202**

You are hereby notified that Public Service Company of Colorado (“Public Service” or the “Company”) has filed with the Colorado Public Utilities Commission (“Commission”) Advice No. 974 - Gas seeking approval to change its Gas Demand-Side Management Cost Adjustment (“DSMCA-G”) tariff to revise its gas rates for Residential and Commercial customers through the DSMCA-G, to become effective January 1, 2021. The DSMCA-G does not apply to Gas Transportation customers.

The proposed DSMCA-G that is the subject of this Advice Letter is made up of several components: (1) the under-collected balance in the Gas Demand-Side Management (“DSM”) deferred account from 2019, plus associated interest (“Gas DSM Tracker”); (2) the Gas DSM Bonus and Acknowledgement of Lost Revenue Values (“ALR”) for 2019; and (3) the 2020 Gas DSM program budget, which was approved in Proceeding No. 18A-0606EG, the Company’s 2019/2020 DSM Plan, by Decision Nos. R19-0229 and R19-0229-E.

At the end of 2019, Public Service had an under-collected balance in the residential Gas DSM deferred account of \$2,642,459, including interest expense of \$217,821. Public Service had an over-collected balance in the non-residential Gas DSM deferred account of \$2,510,464, including an interest credit of \$179,944. The proposed tariff recovers the 2019 Gas DSM Bonus of \$3,235,509 and an ALR of \$682,209. Additionally, the Gas DSM rates reflect the 2020 DSM program budget of \$14,867,096. \$11,905,876 of that budget is associated with the residential programs and \$2,961,220 is associated with commercial programs. Thus, the DSMCA implemented on January 1, 2021, is designed to recover \$18,916,809 annually.

The effect of this filing on the Company’s customers is a decrease in the current DSMCA-G rate for Residential customers from 5.25 percent to 5.23 percent and a decrease in the current DSMCA-G rate for Commercial customers from 1.56 percent to 1.37 percent effective January 1, 2021. The effect of this filing has no change in the Company’s annual revenue compared to the Gas DSMCA-G rates currently in effect.

The combined average monthly impact for customers by rate class is projected to be as follows:

Rate Class	Monthly Average Use	Monthly Current Bill	Monthly Proposed Bill	Monthly Difference	Monthly Impact
Schedule RG	65 Therms	\$ 46.83	\$ 46.83	\$ -	0.00%
Schedule RGL (1)	29 Therms	\$ 42.84	\$ 42.83	\$ (0.01)	-0.02%
Schedule RGL (2)	9.5 Therms	\$ 2.60	\$ 2.60	\$ -	0.00%
Schedule CSG	293 Therms	\$ 189.55	\$ 189.41	\$ (0.14)	-0.07%
Schedule CLG	643 Dth	\$3,324.52	\$3,322.77	\$ (1.75)	-0.05%
Schedule IG	3,709 Dth	\$ 14,683	\$ 14,681	\$ (2.00)	-0.01%
Schedule CGL (1)	14 Therms	\$ 20.80	\$ 20.77	\$ (0.03)	-0.14%
Schedule CGL (2)	0 Therms	\$ 0.01	\$ 0.01	\$ -	0.00%

(1) Charge for one or two mantle fixture, per fixture. (2) Charge for each additional mantle over two mantles, per mantle per fixture.

Due to the pandemic, copies of the proposed DSMCA-G tariffs summarized above and as filed with the Commission, are not available for examination and explanation at the main office of Public Service, 1800 Larimer Street, Suite 1100, Denver, Colorado 80202-5533, or at the

Commission office, 1560 Broadway, Suite 250, Denver, Colorado 80202-5143. However, a copy of this Notice is available on the Company's website at https://www.xcelenergy.com/company/rates_and_regulations/filings. Customers who have questions may call the Commission at 303-894-2000, call Xcel Energy at 1-800-895-4999, fax to Xcel Energy at 1-800-895-2895, or e-mail to inquire@xcelenergy.com.

Anyone who desires may file written comments or objections to the proposed action. Written comments or objections shall be filed with the Commission, 1560 Broadway, Suite 250, Denver, Colorado 80202-5143 or by visiting <https://puc.colorado.gov/puccomments>.

The Commission will consider all written comments and objections submitted prior to the evidentiary hearing on the proposed action. The filing of written comments or objections by itself will not allow you to participate as a party in any proceeding on the proposed action. If you wish to participate as a party in this matter, you must file written intervention documents in accordance with Rule 1401 of the Commission's Rules of Practice and Procedure or any applicable Commission order.

The Commission may hold a hearing to determine what rates, rules, and regulations will be authorized. If a hearing is held, the Commission may suspend the proposed rates, rules, or regulations. The rates, rules, and regulations ultimately authorized by the Commission may or may not be the same as those proposed and may include rates that are higher or lower.

The Commission may hold a public hearing in addition to an evidentiary hearing on the proposed action and that if such a hearing is held, members of the public may attend and make statements even if they did not file comments, objections or an intervention. If the proposed action is uncontested or unopposed, the Commission may determine the matter without a hearing and without further notice. Anyone desiring information regarding if and when a hearing may be held, shall submit a written request to the Commission or, alternatively, shall contact the Consumer Affairs section of the Commission at 303-894-2070 or 1-800-456-0858. Notices of proposed hearings will be available on the Commission website under "News Releases" or through the Commission's e-filing system.

By: Steven P. Berman
Director, Regulatory Administration