

**NOTICE OF A REVISION TO THE STEAM COST ADJUSTMENT
ON LESS THAN STATUTORY NOTICE
OF PUBLIC SERVICE COMPANY OF COLORADO
1800 LARIMER STREET, DENVER, COLORADO 80202-5533**

You are hereby notified that Public Service Company of Colorado (“Public Service” or the “Company”) has filed with the Colorado Public Utilities Commission (“Commission”), in compliance with the Public Utilities Law, an application for authorization to revise its Steam Cost Adjustment (“SCA”) tariff on less than thirty days’ notice. The adjustment will become effective January 1, 2021.

The purpose of the revision to the SCA is to reflect a forecasted decrease in the cost of fuel to be used by Public Service for steam production for the period January 1, 2021 through March 31, 2021, to adjust the deferred rate to reflect \$1,140,920 in over-recovered deferred costs. The total effect of the combined proposed changes will be to decrease the SCA by \$0.787 per one thousand pounds (“Mlb”).

This SCA filing includes the usual two components in all SCA filings: (1) the current steam cost, and (2) the deferred steam cost. The current steam cost in effect for the fourth quarter of 2020 is \$5.897 per Mlb. The proposed current steam cost for the first quarter of 2021 is \$5.703 per Mlb. That is a decrease of \$0.194 per Mlb. Additionally, the deferred component is decreasing. The deferred rate, which remains over-recovered, will decrease by \$0.593 per Mlb from the current deferred rate of -\$1.089 per Mlb to the proposed deferred steam rate of -\$1.682 per Mlb.

The change in quarterly revenue resulting from the proposed SCA revision is a decrease of \$224,812. This is compared to the level of revenues that would be collected under the currently effective SCA based on the forecasted sales volumes for the quarterly period January 1, 2021 through March 31, 2021. The annual revenue resulting from the proposed SCA rates, if those rates were to remain in effect for the entire annual period of January 2021 through December 2021, would be \$533,778 less than the annual revenue that would have been collected assuming the currently effective SCA rates remained in effect for that same period. Below is a comparison of current and proposed SCA rates:

Current and Proposed Steam Cost Adjustment Rates

	Current Steam Cost Adjustment	Proposed Steam Cost Adjustment	Difference
Steam Charge	\$5.897 / Mlb	\$5.703 / Mlb	-\$0.194 / Mlb
Deferred Charge	-\$1.089 / Mlb	-\$1.682 / Mlb	-\$0.593 / Mlb
Total Charge	\$4.808 / Mlb	\$4.021/ Mlb	-\$0.787 / Mlb

The following table shows the current and proposed typical monthly bill for all steam customers, assuming average usage and demand, for the period covering January 1, 2021 to March 31, 2021 based on currently effective rates. The impact on a typical customer’s monthly bill will be a decrease of \$635.07, or 3.27 percent.

Current and Proposed Typical Monthly Bill Comparison Based on Current Rates

Monthly Current Bill	Monthly Proposed Bill	Monthly Difference	Difference
\$19,444.51	\$18,809.44	-\$635.07	-3.27%

Due to the pandemic, copies of the current and proposed SCA 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 public 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 email 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 filed at <http://www.dora.state.co.us/pacific/PUC/puccomments>. The Commission will consider all written comments and objections submitted prior to the evidentiary hearing on the proposed action if one is held. 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. If such a hearing is held, members of the public may attend and make statements even if they did not file comments, objections or interventions. If the proposed action is uncontested or unopposed, the Commission may determine the matter without 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 Berman
Director, Regulatory Administration