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## NOTICE OF PUBLIC SERVICE COMPANY OF COLORADO 1800 LARIMER STREET, DENVER, COLORADO 80202-5533 TO REVISE ITS CLEAN AIR – CLEAN JOBS ACT RIDER

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, Advice No. 1764 – Electric to revise its Clean Air Clean Jobs Act ("CACJA") rider in its Colorado P.U.C. No. 8 – Electric tariff to become effective on May 1, 2018, if approved by the Commission.

The principal proposed change is to to decrease the Company's CACJA rider, applicable to all electric rate schedules in the Company's Colorado P.U.C. No. 8 – Electric tariff to become effective May 1, 2018. This revision accounts for the updated tax rate due to the passing of the Federal Tax Cut and Jobs Act ("TCJA"). The decrease in the CACJA reflects the estimated impacts of the TCJA on the costs recovered through this rider in 2018. This requires the reevaluation of federal deferred tax assets and liabilities and bonus depreciation due to the lower tax rate. This estimate will then be trued up through the Commission approved CACJA rider true up process.

The current CACJA is \$0.00348 per kWh for residential customers. It became effective January 1, 2018, and was based on a revenue requirement of \$88,103,812. The proposed CACJA is \$0.00287 per kWh for residential customers and is based on a revenue requirement of \$79,063,414.

The resulting effect of this filing would decrease the Company's annual electric revenues by \$9,040,398 based on the twelve-month period ending December 31, 2018.

The following table shows the current and proposed total monthly bill impacts for the major rate schedules assuming average usage and average demand.

## Current and Proposed Total Monthly Bill Comparison

Customer Class	Average Bill	Average Bill	Change in	Change in
	Before	After CACJA	Average Bill	Average Bill
	CACJA	Rate Change		
	Rate Change	(\$/Month)	(\$/Month)	(%/Month)
	(\$/Month)			
Residential (R)	\$65.62	\$65.23	(\$0.39)	-0.59%
Small Commercial (C)	\$92.66	\$92.13	(\$0.53)	-0.57%
Commercial and Industrial				
Secondary (SG)	\$2,171.80	\$2,160.18	(\$11.62)	-0.54%
Commercial and Industrial				
Primary (PG)	\$33,284.00	\$33,145.77	(\$138.23)	-0.42%
Commercial and Industrial				
Transmission (TG)	\$736,130.80	\$733,259.84	(\$2,870.96)	-0.39%

In accordance with 4 *Code Of Colorado Regulations* ("*CCR*") 723-3-3002(d), copies of the current and proposed CACJA Rider summarized above and as filed with the Commission are available for examination and explanation at the main office of Public Service, 1800 Larimer Street, Suite 1400, Denver, Colorado 80202-5533, or at the Commission office, 1560 Broadway, Suite 250, Denver, Colorado 80202-5143. Customers who have questions may call the

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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 e-mailed to: <a href="mailto:dora puc website@state.co.us">dora puc website@state.co.us</a> on or before 10 days before the proposed effective date of May 1, 2018. The Commission will consider all written comments and objections submitted prior to the evidentiary hearing on the advice letter. 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 advice letter. 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 application 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 External 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 effiling system.

By: Scott B. Brockett
Director, Regulatory Administration