



Transmission Cost Adjustment Rider

All electric pricing plans are subject to the Transmission Cost Adjustment bill rider. This charge recovers transmission investments not already included in base rates and is subject to annual changes to be effective on January 1 of each year.

If approved, a typical residential electric customer's bill would increase by 40 cents per month, or 0.59 percent, (based on an average monthly usage of 627 kilowatt-hours of electricity). A typical small business customer's bill would increase by 55 cents per month, or 0.57 percent (based on average monthly usage of 995 kilowatt-hours of electricity). For additional details, please see the notice provided below.

The overall net effect of 2018 electric bill riders is expected to decrease average bills for Xcel Energy electric customers.

Date of Notice: November 1, 2017

NOTICE OF PUBLIC SERVICE COMPANY OF COLORADO • 1800 LARIMER STREET, DENVER, COLORADO 80202-5533 TO REVISE ITS TRANSMISSION COST ADJUSTMENT RIDER

You are hereby notified that Public Service Company of Colorado ("Company or Public Service") has filed with the Public Utilities Commission of the State of Colorado ("Commission") an Advice Letter to revise its Transmission Cost Adjustment ("TCA") rider in its Colorado P.U.C. No. 8 – Electric tariff to become effective on January 1, 2018, if approved by the Commission.

The principal proposed change is to revise the TCA rider, as authorized by Section 40-5-101(4), Colorado Revised Statutes and Sheet No. 142C of its Colorado P.U.C. No. 8 – Electric Tariff, to recover the ongoing capital costs associated with additional transmission investment that has been made by the Company since its last rate case.

The effect of this filing on the Company's annual electric revenue is an increase of \$15,166,709 above the amount that is being recovered through the currently effective TCA rider.

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

Current and proposed total monthly rates

Electric rate class	Monthly average usage	Monthly existing bill	Monthly proposed bill	Monthly difference	Percentage difference
Residential R	627 kWh	\$68.02	\$68.42	\$0.40	0.59%
Commercial C	995 kWh	\$96.37	\$96.92	\$0.55	0.57%
Secondary General SG	24,943 kWh 69 kW	\$2,263.22	\$2,276.21	\$12.99	0.57%
Primary General PG	495,408 kWh 1,035 kW	\$34,904.12	\$35,091.71	\$187.59	0.54%
Transmission General TG	13,370,353 kWh 25,588 kW	\$778,139.64	\$782,576.57	\$4,436.93	0.57%

In accordance with Rule 1207(f) of the Commission's Rules of Practice and Procedure, copies of the proposed and present TCA Rider summarized above have been filed with the Commission and are available for examination and explanation at the Company's main office, 1800 Larimer Street, Suite 1400, Denver, Colorado 80202-5533, or at the Commission's office, 1560 Broadway, Suite 250, Denver, Colorado, 80202.

Anyone who desires to file written objection to the proposed action shall file it with the Commission, 1560 Broadway, Suite 250, Denver, Colorado, 80202, or email it to dora_puc_website@state.co.us at least ten (10) days before the proposed effective date of January 1, 2018. 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 may or may not be the same as those proposed and may include rates higher or lower than those proposed or currently in effect.

Anyone who desires to receive notice of any hearing shall file a written request for notice with the Commission at the above address or, alternatively, shall contact the Commission's External Affairs Section at 303.894.2070 or toll free 800.456.0858 at least ten (10) days before the proposed effective date of January 1, 2018. Customers who have questions may call the Commission at 303.894.2000, call Xcel Energy at 800.895.4999, fax Xcel Energy at 800.895.2895, or send an e-mail to inquire@xcelenergy.com.

If a hearing is held, any member of the public may attend and may make a statement under oath about the proposed increase, whether or not he or she has filed an objection or intervention.

By: Scott B. Brockett
Director, Regulatory Administration