Summary of 60-Day Notice: Heating Efficiency Update

Public Service Company of Colorado (“the Company”) posts this 60-Day Notice to add Ozone Laundry as a measure to the Heating Efficiency product. The Company forecasts the addition of this measure will result in 10,804 Dth per year and forecasted costs associated with the introduction of Ozone Laundry of $56,800 in 2018. The Company will also introduce a direct install measure for Pipe Insulation as part of a new outreach strategy designed to increase savings in a simple and highly cost-effective manner.

Summary of Ozone Laundry Measure
Ozone laundry is a midstream offering within the Heating Efficiency product. The technology is an add-on retrofit generator for improving the energy and water efficiency of multi-load washers. Eligible customers include: those with on premise laundry operations with washing machines under 500lb capacity, customers with a commercial retail natural gas account (not gas transport) and customers with either a natural gas-fired boiler with a storage tank or natural gas water heater that supplies hot water to the on premise laundry equipment. To be eligible, ozone laundry systems must transfer ozone into the water through Venturi Injection or bubble diffusion.

Ozone laundry equipment works most effectively in cold water, which saves natural gas by significantly reducing or eliminating the need to heat water. Customers processing over 700lbs of laundry a day are a best fit for this technology because washing machines are likely their most energy intensive equipment. The hospitality, penitentiaries, and health sectors, including nursing homes, are ideal candidates.

Summary of Direct Install Pipe Insulation Measure
Direct Installs of Pipe Insulation are being added primarily to increase savings by introducing a simple, easy to identify measure that offers instant benefit to customers without significant investment. This modification will also better align the product with the Small Business Lighting product which similarly offers some direct install measures.

The chart below lists the updated forecast for the Heating Efficiency product for the 2018 program year.

<table>
<thead>
<tr>
<th></th>
<th>2018 NET Dth (Dth)</th>
<th>2018 Rebate Budget ($)</th>
<th>2018 Incremental Costs ($)</th>
<th>Gas MTRC</th>
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</thead>
<tbody>
<tr>
<td>Ozone Laundry</td>
<td>9,768</td>
<td>0</td>
<td>289,175</td>
<td>1.97</td>
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<tr>
<td>Direct Install of Pipe</td>
<td>1,004</td>
<td>8,030</td>
<td>8,030</td>
<td>3.59</td>
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<td>Insulation</td>
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<tr>
<td>Updated 2018 Forecast</td>
<td>29,004</td>
<td>365,232</td>
<td>1,007,932</td>
<td>1.26</td>
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Included with this Notice are the following documents:
- Ozone Laundry Deemed Savings;
- Pipe Insulation Deemed Savings; and
- Heating Efficiency Gas Forecast Summary; and
- Redlined Heating Efficiency Write Up.

These documents can be found on our website at the following link: