Public Service Company of Colorado (PSCo) is providing a 60-Day Notice to include three new measures in the Low-Income Single-Family Weatherization product:

1. Energy-efficient shower heads (1.5 GPM),
2. Energy-efficient kitchen faucet aerators (1.5 GPM), and
3. Energy-efficient bath faucet aerators (1.0 GPM).

Low-flow showerhead and aerator equipment are low-cost, easy to install measures that increase energy savings for low-income customers.

PSCo anticipates these three measures will lead to an additional 3,847 Dth energy savings during 2014, increasing gas expenditures for the product by $21,176, which will be accommodated through budget flexibility. The majority of the increased expenditures ($19,250) will be used to pay the equipment costs (reported as Participant Rebates within the budget and cost-benefit analysis) and the remaining expenditures will be used towards installation, measurement and verification.

### 60-Day Notice Impacts: Anticipated 2014 Natural Gas Achievements

<table>
<thead>
<tr>
<th></th>
<th>Gas Budget</th>
<th>Net Dth Savings</th>
<th>Gas MTRC</th>
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</thead>
<tbody>
<tr>
<td>2014 Targets and Budgets (as filed)</td>
<td>$2,167,578</td>
<td>60,042</td>
<td>1.74</td>
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<tr>
<td>60-Day Notice Impacts</td>
<td>$21,176</td>
<td>3,847</td>
<td>n/a</td>
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<tr>
<td>2014 Anticipated</td>
<td>$2,188,754</td>
<td>63,889</td>
<td>1.91</td>
</tr>
<tr>
<td>Percent Change</td>
<td>1%</td>
<td>6%</td>
<td>n/a</td>
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</tbody>
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Included with this Notice, are the following documents:

- Redlined Product Description,
- Updated Deemed Savings Sheet, and
- Updated Gas Forecast Assumptions.
A. Description

The Single-Family Weatherization Product will offer natural gas and electric efficiency measures to low-income single-family households. Depending on need, Public Service may provide any of the following services:

Natural Gas Measures
- Furnace efficiency upgrades
- Wall insulation
- Attic insulation
- Crawl space insulation
- Attic insulation for manufactured homes
- Water heaters
- Storm windows
- Showerheads
- Bathroom faucet aerators
- Kitchen faucet aerators

Electric Measures
- Refrigerator replacements
- Compact fluorescent light bulbs (rebate is on a per CFL installment)

In addition to these measures, a major focus of this product will be customer education on ways to reduce energy use in the home. Low-income auditors will provide educational materials, historical energy usage information, and bill analysis to these customers during the weatherization process. Public Service will not claim any energy savings associated with the educational component of this product.

The Single-Family Weatherization Product is run in partnership with a third-party program implementer. The Company’s funds will supplement federal weatherization grants to produce incremental, cost-effective gas and electric savings. The program implementer will develop annual contracts with the local weatherization agencies within the service territory. Details of measures, rebates, reporting processes, and measurement and verification procedures will be included and managed by the program implementer with the local contracts.
B. Goals, Participants & Budgets

Goals and Participants
Goals and participation rates were established in partnership with the program implementer and the low-income agencies using historical participation in the 2010 Single Family Weatherization Product as a guide, as well as recommendations from the program implementer on expected workflow.

Budgets
Budgets for the Single-Family Weatherization Product were developed based on the historical incremental cost of measures installed in homes.

C. Application Process

Public Service customers will be informed of the Single-Family Weatherization Product when they sign up for LIHEAP funding. In order to participate in the product, they must have applied for LIHEAP funding. Once it is determined that the customer meets the income guidelines and receives energy services from Public Service, they will be qualified by their local participating agency to receive weatherization services. Low-income agencies will actively seek out customers that qualify to participate in this product, and customers can inquire about it on their own as well. Information will be provided to new customers as they sign up for LIHEAP funding.

D. Marketing Objectives, Goals, & Strategy

The overall marketing objective of this product is to increase and expand education among the low-income customers on the importance of energy efficiency and the value of taking action to improve efficiency in their homes. Public Service will work with the low-income providers to encourage promotion of all services available. Information will be posted on Xcel Energy’s website directing customers to their local agencies. The Company may also partner with other low-income groups.

E. Product-Specific Policies

In order to participate, customers must purchase retail electricity or gas from Public Service on a residential tariff and have a household income below 80% of the area median income. Customers meeting the DOE Weatherization Assistance Program funding guidelines, as determined by the program implementer, local government, or their agencies, are automatically considered income eligible.
F. Stakeholder Involvement

When designing the Single-Family Weatherization Product, Public Service worked with external consultants to define which measures would ensure that the customer is comfortable in their home and will also save money on their energy costs. The third-party program implementer will contract with low-income weatherization agencies to perform weatherization measures. These contractors are funded through the third-party program implementer and other state funding and have agreed to weatherize homes following state regulations and guidelines.

G. Rebate Levels

Public Service will fund a pre-established amount for each low-income, single-family weatherization measure.