

➤ **Summary of 60-Day Notice: Heating Efficiency**

Public Service Company of Colorado is issuing this 60-Day Notice to make three changes to its Heating Efficiency Product:

- 1) We are revising the rebate amount provided for commercial water heaters from a fixed \$175 per unit to a variable rebate of \$100 per 100,000 BTUH, based on the size of the installed unit.
- 2) We are revising the energy savings calculation method for water heaters to incorporate the usage type of the new water heater and any existing water heaters already in the building, as opposed to the previous method which calculated savings without customer input related to the type of building or other water heaters present in the building. This will increase the accuracy of the energy savings calculations for each water heater.
- 3) We are revising the energy savings calculation method for commercial furnaces to use the actual efficiency of the installed commercial furnace instead of a deemed value as we have in the past. This change will increase the accuracy of the energy savings calculations for each furnace.

These changes are necessary to improve the accuracy of our savings assumptions and more closely align our rebates with incremental costs. These improvements will not affect our approved goals or budget, nor will they change the anticipated savings from the product. The second and third modifications will, however, result in changes to the Deemed Savings Technical Assumptions submitted in August 2011 as part of Appendix E, Technical Reference Manual of the 2012/2013 DSM Plan, Docket No. 11A-631EG. Revised pages from Appendix E are provided in this Notice with the changes identified in red. We are proposing this change be effective for all rebates with invoice dates on or after May 1, 2013.