

RESOLUTION NO. _____

**A RESOLUTION SETTING THE GAS COST
ADJUSTMENT EFFECTIVE AUGUST 1, 2016**

WHEREAS, through Resolution No. 261-04, dated November 23, 2004, City Council directed that the Gas Cost Adjustment could be determined as frequently as monthly to levelize revenue recovery and minimize the fluctuations associated with less frequent adjustments during periods of price volatility; and

WHEREAS, through Resolution No. 11-16, City Council set the Gas Cost Adjustment at \$0.0819 per Ccf on January 26, 2016 to be effective February 1, 2016 ; and

WHEREAS, Current cost projections have increased forecasted purchased gas expenses; and

WHEREAS, Colorado Springs Utilities has prepared projections of costs and revenues in conformance with the language in the GCA tariff; and

WHEREAS, Colorado Springs Utilities has shown that a Gas Cost Adjustment rate of \$0.0819 per Ccf should be adjusted to \$0.1368 per Ccf in order to represent the current state of natural gas system revenue needs and that the Gas Cost Adjustment shall be revised accordingly; and

WHEREAS, the proposed Gas Cost Adjustment rate shall be effective August 1, 2016.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF COLORADO SPRINGS:

Section 1. That Colorado Springs Utilities Tariff, City Council Volume No. 5, Natural Gas Rate Schedules shall be revised as follows:

Effective August 1, 2016

City Council Vol. No. 5 Sheet No.	Title	Cancels Sheet No.
Thirteenth Revised Sheet No. 10a	Gas Cost Adjustment	Twelfth Revised Sheet No. 10a

Section 2. The Gas Cost Adjustment rate and the effective date shall be published in the legal section of a newspaper of general circulation in Colorado Springs Utilities' service area within ten (10) days following the date of the passage of this Resolution.

Section 3. The attached tariff sheet is hereby approved and adopted effective August 1, 2016 and shall remain in effect unless changed by subsequent Resolution of the City Council.

Dated at Colorado Springs, Colorado this 26th day of July, 2016.

Merv Bennett, Council President

ATTEST:

Sarah Johnson, City Clerk