RESOLUTION NO. 19-17 A RESOLUTION REGARDING CERTAIN CHANGES TO COLORADO SPRINGS UTILITIES' ELECTRIC RATE TARIFF

- WHEREAS, the United States Air Force Academy ("Academy") has requested safe and reliable electric and facilities service from Colorado Springs Utilities; and
- WHEREAS, on August 12, 2008, by Resolution No. 140-08, the City Council approved a resolution in response to the Academy's request to provide electric and facilities service within the geographic confines of the Academy; and
- WHEREAS, since August 2008, when additional funds have become available or additional project segments authorized, the Academy has requested revisions in the tariff to recover the costs of the electric and facilities service; and
- WHEREAS, the Academy determined that additional funds are available for additional projects to the electrical infrastructure on the Academy's grounds and requested a tariff revisions to facilitate the construction of those projects which will then be owned and operated by Colorado Springs Utilities; and
- WHEREAS, the proposed tariff modifications are designed to implement revised billing charges toward recovery of the costs to fund the Academy's requested electric system projects; and
- WHEREAS, any funds collected through the proposed tariff shall be applied to the cost of the Academy's requested projects, or upon the Academy's request, be applied to the Academy's charges for standard electric service; and
- WHEREAS, the Academy has requested these tariff modifications and has provided a letter in support of the tariff modifications; and
- WHEREAS, City Code section 12.1.107(D)(2)(f) provides that the City Council may change any tariff provision which City Council, in its discretion, deems to be appropriate, provided, that the change has no adverse impact on customers; and
- WHEREAS, the City Council finds that the proposed modifications to the Electric Rate Schedule, Contract Service will not adversely impact other customers; and
- WHEREAS, the proposed modifications to the Electric Rate Schedules are just, reasonable, sufficient and not unduly discriminatory and allow

Colorado Springs Utilities to collect revenues that enable Colorado Springs Utilities to continue to operate in the best interest of all of its customers; and

WHEREAS, Colorado Springs Utilities has proposed to make the Electric Rate Schedule changes effective March 1, 2017, and subsequently terminate automatically, without further action on November 1, 2017.

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, Electric Rate Schedules shall be revised as follows:

Effective March 1, 2017, and terminating November 1, 2017:

| City Council Vol. No. 5 | | | |
|--------------------------|--------------------|-------------------------|--|
| Sheet No. | Sheet Title | Cancels Sheet No. | |
| Second Revised Sheet No. | Contract Service - | First Revised Sheet No. | |
| 23.4 | EINFPRS | 23.4 | |

Section 2: The attached tariff sheets are hereby approved and adopted.

Dated at Colorado Springs, Colorado, this 28th day of February, 2017.

ATTEST:

Sarah B. Johnson.

ity Council President



ELECTRIC RATE SCHEDULES

CONTRACT SERVICE - EINFPRS

Electric and Facilities Contract Service – USAFA Charge

For the first billing period that begins after March 1 according to the following schedule for 2017:

| Month # | Month/Year | Amount |
|---------|------------|-----------|
| 1 | March 2017 | \$575,000 |

Per the applicable contract between Utilities and the United States Air Force Academy, the intent of payments under this tariff section are intended to fund the construction of facilities necessary to provide utility service within the geographic confines of the United States Air Force Academy at the exact cost incurred by Utilities. As such payments made by United States Air Force Academy under this tariff provision which exceed Utilities actual cost for construction of the electric facilities may be applied to fund remaining balances due for the construction of natural gas facilities at the United States Air Force Academy, or may be applied against charges incurred for standard electric or natural gas service to the United States Air Force Academy provided by Utilities.

This tariff will terminate automatically, without further action, on November 1, 2017.

| Approval Date: | February 28, 2017 |
|-----------------|-------------------|
| Effective Date: | March 1, 2017 |
| Resolution No. | |