



Legislation Text

File #: 21-145, **Version:** 2

A Resolution Setting the Gas Cost Adjustment effective March 11, 2021

Presenter:

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Summary:

Colorado Springs Utilities (Utilities) is proposing a change to the Gas Cost Adjustment (GCA) rate effective March 11, 2021. The proposed GCA rate adjustment changes the current effective rate of \$0.1812 per Ccf to the proposed rate of \$0.5477 per Ccf. The materials provided to City Council and Utilities' presentation include information regarding alternative approaches, as requested.

Background:

Utilities performs continuous monitoring of GCA with monthly updates provided to the Utilities Board.

Previous Council Action:

On January 26, 2021, City Council approved the GCA rate effective February 1, 2021 by Resolution 15-21.

Financial Implications:

Implementing the proposed rates will impact the respective customer's Sample Total Monthly Natural Gas bill:

- Residential natural gas bill increase of \$21.99 or 58.8%; Total Monthly bill 9.5%
- Commercial natural gas bill increase of \$454.46 or 83.5%; Total Monthly bill 31.3%
- Industrial natural gas bill increase of \$4,544.60 or 86.9%; Total Monthly bill 11.0%

City Council Appointed Board/Commission/Committee Recommendation:

N/A

Stakeholder Process:

N/A

Alternatives:

Alternative 2 is presented for City Council's approval. Information on what have previously been referred to as Alternative 1 and Alternative 3 are included in the materials.

Proposed Motion:

Move adoption of the proposed resolution or move to amend with another rate alternative.

N/A