



A Boulder Electric Utility and Out-of-City Residents

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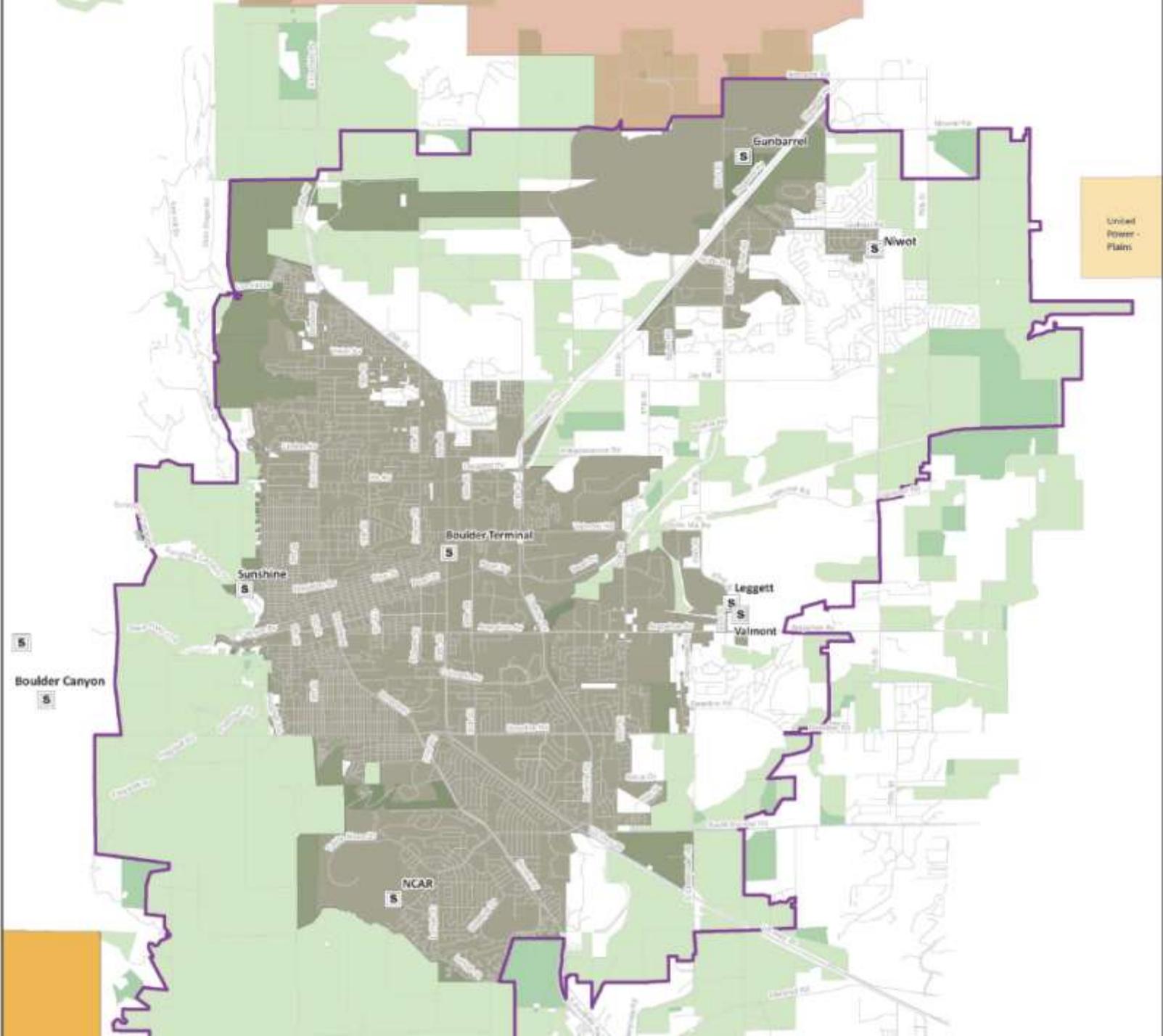
What we've heard

Questions about :

- Reliability
- Residents having a vote in city elections
- Who would be responsible for infrastructure and repair
- Wheeling of power

Key Points

- Boulder does not plan to serve out-of-city customers
- Boulder's acquisition plan includes some electric assets located outside the city limits which serve both city and county customers
- Xcel can provide service to their customers over city owned lines (wheeling) and pay the city for use of those lines
- It is common practice in the electric industry to "wheel" power



How will out-of-city customers be served?



- Customers will still be served and billed by Xcel and call Xcel for service and questions – just like today
- Boulder will work with Xcel to coordinate response
- Xcel will reimburse city for use of lines through an “Open Access Tariff,” a standard formula rate used by utilities to charge for use of another’s lines
- Tariff will be cost-based related only to the costs of the portion of the system serving out of city
- Xcel’s rates should decrease for the value of assets and operating costs which are transferred to the city

Maintaining and enhancing reliability



- City will have reliability metrics, standards for operating an electric system to meet or exceed
- Outsource Operations and Maintenance in the early years; city will have experienced crews
- Experienced in utility reliability – operate hydroelectric plant and \$1.5 billion water/wastewater utility
- Maintained operations through floods of 2013, recent 2014 storms, even with loss of Xcel power

Status and Next Steps

- Transition Plan under way
- Power Supply RFP to Xcel
- Operations outsourcing RFQ issued and responses received
- Preparing for a filing at PUC for asset acquisition and transfer
- Post PUC will file for condemnation (to determine price, if agreement can't be reached)
- Preparing for Transition to Day 1 at end of 2017

Questions?

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