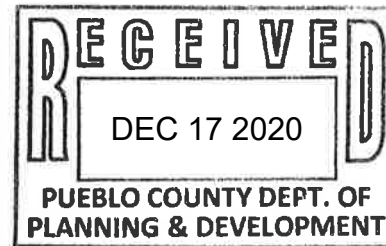




Colorado Springs Utilities

It's how we're all connected

1041 2008-002



December 17, 2020

Mr. Terry Hart
Board of County Commissioners
Pueblo County Historical Courthouse
215 W. 10 Street
Pueblo, CO 81003

Subject: Satisfaction of Southern Delivery System (SDS) 1041 Permit Condition No. 6 Monetary Mitigation for Fountain Creek Impacts

Dear Mr. Hart:

This letter is intended to document the satisfaction and completion of requirements outlined in SDS 1041 Permit No. 2008-002, Condition No. 6.

On April 21, 2009, the Board of County Commissioners of Pueblo County, Colorado authorized Resolution No. P&D 09-22 approving "1041 Permit No. 2008-002 with Terms and Conditions for Construction and Use of a Municipal Water Project Known as the Southern Delivery System within Pueblo County, Colorado". Colorado Springs Utilities (Utilities) filed the SDS 1041 Permit Application on behalf of Utilities and its named project partners (collectively, the Permit Applicant). Condition No. 6 of the SDS 1041 Permit, entitled "Monetary Mitigation for Fountain Creek Impacts," required the Permit Applicant to pay the sum of fifty million dollars (\$50,000,000.00) in accordance with a specified schedule to mitigate the impacts of SDS to Fountain Creek in Pueblo County with all such payments made to the Fountain Creek Watershed, Flood Control and Greenway District (District).

The exact language included within SDS 1041 Permit No. 2008-002, Condition No. 6 is as follows:

6. Monetary Mitigation for Fountain Creek Impacts.

In order to mitigate the impacts of SDS to Fountain Creek in Pueblo County, Applicant will pay fifty million dollars (\$50,000,000) to the Fountain Creek Watershed, Flood Control and Greenway District ("District") described in the Intergovernmental Agreement for the Management and Conservation of Fountain Creek executed by El Paso County on December 15, 2008 and Pueblo County on December 16, 2008.

Three hundred thousand dollars (\$300,000) of that amount shall be paid in equal annual installments of one hundred thousand dollars (\$100,000), commencing July 1, 2009. These payments shall be used to assist in the identification and prioritization of projects, and to fund a study or studies of opportunities for constructing flood control and sediment control facilities which may include the feasibility of a dam or dams on Fountain Creek or its tributaries in order to improve the flood protection for the City of Pueblo and the Fountain Creek Basin.

Payment shall be made as to the remaining forty-nine million seven hundred thousand (\$49,700,000) as follows: nine million seven hundred thousand (\$9,700,000) on January 15, of the year following completion and commencement of water deliveries through the SDS Pipeline from Pueblo Reservoir to Colorado Springs; and in equal annual installments of ten million dollars (\$10,000,000) on January 15 of each of the four years thereafter.

Payments shall be made to the District, provided: it is created by legislation supported by Pueblo County and El Paso County for the management and conservation of Fountain Creek; it provides for participation by Pueblo County and the City of Colorado Springs as voting members of the board of directors; it has equal representation of entities from Pueblo County and El Paso County as voting members of the board of directors; and it has power to levy taxes and impose fees. If the District is not so created, then Pueblo County and Colorado Springs will establish a not for profit corporation pursuant to the Colorado Revised Nonprofit Corporation Act, C.R.S. § 7-121-101, et seq, governed by a board of directors having an equal number of directors from Pueblo County and from Colorado Springs, for the purposes specified herein. The Foundation, if established, will be referred to as the Fountain Creek Restoration Foundation. ("FCRF").

The District (or if not created, the FCRF) may use funds provided by the Applicant under this permit condition only for one or more new projects in the Fountain Creek watershed between Colorado Springs and the Arkansas River confluence in Pueblo that create a significant and not merely incidental benefit to Fountain Creek within Pueblo County for improvement of water quality, for flood control, or for prevention of erosion and sedimentation. Subject to these criteria, acceptable projects may include:

- A. those projects that have been identified by the United States Corps of Engineers ("Corps") as high priority erosion, sedimentation or flood control projects in a formal Corps recommendation for Fountain Creek;
- B. erosion, sedimentation, flood control or water quality improvement projects identified as part of the Fountain Creek Corridor Master Plan adopted by Colorado Springs Utilities and the Lower Arkansas Valley Water Conservancy District;
- C. any other sedimentation and erosion control, flood control, including a dam or dams, or stream improvement project that is found to be acceptable by the District or, if not created, the FCRF.

In the event completion of the SDS Project is delayed beyond 42 months after the effective date of the permit because of an affirmative decision made by Applicant, then the payments to be made by the Applicant pursuant to this paragraph shall begin to be made on such date, without regard to project construction status, or such payments shall be subject to annual indexing commencing 42 months after the effective date of the permit, to increase the amount of such payments as required to preserve their present values, using the Colorado Front Range Producer Price Index, but not to exceed a maximum annual increase of 3.5%.

In compliance with paragraph 2 of Condition No. 6, \$300,000.00 of the required Monetary Mitigation was paid to the District in three equal annual installments of \$100,000.00 between 2009 and 2011 in accordance with the schedule specified in Condition No. 6. On September 29, 2009, the Pueblo Board of County Commissioners additionally passed and adopted Resolution 09-259 which approved Utilities' payment of another \$300,000.00 to the District as a payment toward the Monetary Mitigation for Fountain Creek impacts under Condition No. 6 of the SDS 1041 Permit, thereby reducing the Monetary Mitigation required to be paid by Applicant to the remaining sum of \$49,400,000.00.

As the SDS Project was not completed within 42 months of the effective date of the SDS 1041 Permit, on May 14, 2014, the Pueblo Board of County Commissioners further passed and adopted Resolution No. P&D 14-15 which confirmed the commencement date for annual indexing and approved the annual

indexing methodology for purposes of calculating monetary mitigation in accordance with the last paragraph of Condition No. 6.

In accordance with paragraph 3 of Condition No. 6 and Resolution No. P&D 14-15, Utilities paid the following amounts to the Fountain Creek Watershed Flood Control and Greenway District's Watershed Water Activity Enterprise:

May 19, 2016 -	\$ 9,578,817
January 10, 2017 -	\$10,052,192
February 06, 2017 -	\$ 107,647 (resulting from indexing calculation error)
January 11, 2018 -	\$10,382,296
January 10, 2019 -	\$10,564,361
January 14, 2020 -	<u>\$10,706,513</u>
Total -	\$51,391,826

As outlined in Resolution No. P&D 14-15 and the associated attachment, "On or before March 31 of each year, CSU staff shall meet with Pueblo County Staff for purposes of confirming the PPIs for each of the November to November twelve month periods used in the calculation and reaching agreement upon the index-based amount to be paid by CSU utilizing the calculation methodology (described)...." This confirmation was coordinated with Mr. David Benbow of the Pueblo County Public Works and Engineering Department and was generally postponed until April of each year when the previously reported "Preliminary" November PPI value were finalized. Resulting overpayments or underpayments, if any, were then agreed to carry over to the following year's monetary mitigation payment.

Prior to the Bureau of Labor Statistics November 2019 Producer Price Index (PPI) data for Finished Goods (WPUFD49207) being "Finalized" in April 2020, an initial payment of \$10,706,513 was made by Utilities to the District's Watershed Water Activity Enterprise on January 14, 2020 and delivered to the District Executive Director on January 15, 2020. This initial payment was made in accordance with Condition No. 6 of the Southern Delivery System (SDS) 1041 Permit and as outlined in Resolution No. P&D 14-15. When the previously reported "Preliminary" November 2019 Producer Price Index (PPI) value of 206.6 for Finished Goods (WPUFD49207) was updated to a "Finalized" published value of 206.4 in April 2020, the change resulted in 0.2 points less than the original published "Preliminary" value.

Based on this decrease in the index value, the Total Annual Payment Amount with Indexing for the 2020 payment should have been \$10,696,183, which included a \$36,303 underpayment from 2019. However, based on the "Preliminary" value of 206.6 used for the January 2020 payment, a total payment of \$10,706,513 was issued to the District. This in turn resulted in an overpayment of \$10,330 made by Utilities and the SDS Partners to the District as it relates to 2020 payment associated with Condition No. 6 of the SDS 1041 Permit.

\$10,706,513 preliminary paid in 2020 (2016-2019 preliminary indexing)
<u>\$10,696,183 final due in 2020 (2016-2019 final indexing)</u>
(\$10,330) credit for additional interest paid in 2020 (2016-2019 final indexing)

Copies of the finalized Annual Indexing Methodology Attachment A spreadsheet for the 2017 through 2020 payments are attached to this document for reference.

On April 29, 2020, the SDS Partners (Colorado Springs Utilities, City of Fountain, Security Water District, and Pueblo West Metropolitan District) unanimously agreed as part of the SDS Operating Committee's quarterly meeting to allow the Fountain Creek Watershed Flood Control and Greenway District's Watershed Water Activity Enterprise to retain the \$10,330 overpayment in 2020 for future uses as approved by Utilities on behalf of the SDS Partners. The decision was communicated to the District's Executive Director in a letter dated May 26, 2020, with copies provided to the Pueblo County Public Works and Planning and Development Directors, and noted that the overpayment should be considered as an additional contribution towards a future project, program, or study within the Fountain Creek watershed on behalf of the SDS Partners. This overpayment amount is in addition to the \$51,991,826 paid to date with interest (including the \$600,000 paid between 2009 and 2011 and the \$51,391,826 paid between 2016 and 2020) in full satisfaction of Condition No. 6 of the SDS 1041 Permit closing out each of the obligations under that provision of the Permit and totaling **\$52,002,156** in payments to the District in accordance with this condition.

Continuing Activities

Utilities is an active participant in the District's Technical Advisory Committee (TAC) and Monetary Mitigation Fund Advisory Committee (MMFAC). Respectively, the TAC and MMFAC provide input to the District Board of Directors regarding technical matters including land use policies, land use project applications, and funding priorities for project work on Fountain Creek.

In 2017, Utilities supported the District's MMFAC in the development of a draft 10-year Capital Improvement Plan for the purpose of ensuring that the Monetary Mitigation Funds provided through Condition No. 6 of the SDS 1041 Permit are allocated in congruence with the terms outlined in the SDS 1041 Permit. Utilities has further participated alongside Pueblo County MMFAC members in the selection of projects in subsequent years to be constructed with monetary mitigation funds in accordance with the District's Capital Improvements Plan.

Utilities is committed to continuing its active participation in the District's MMFAC in collaboration with Pueblo County representatives until such time that the existing monetary mitigation funds collected under Condition No. 6 of the SDS 1041 Permit are exhausted. It continues to be Utilities position that this participation and collaboration is critical to ensure that the monetary mitigation funds provided through Condition No. 6 of the SDS 1041 Permit are used to the satisfaction of both parties in accordance with the terms outlined in the permit.

Based on the information provided above, we are requesting the Pueblo Board of County Commissioners direct that a letter of concurrence with the satisfaction and completion of the requirements outlined in SDS 1041 Permit No. 2008-002, Condition No. 6 be prepared and returned to Utilities. If you have any questions regarding this matter, or would like to discuss further, please feel free to contact me at 719-668-3581 or ewilkinson@csu.org, or Kevin Binkley at 719-668-3748 or kbinkley@csu.org.

Sincerely,



Earl Wilkinson, P.E.
Colorado Springs Utilities
Chief Water Services Officer

Attachments:

- Annual Indexing Methodology Attachment A Spreadsheet for 2017-2020 Indexing Periods (Preliminary and Finalized Index Values)
- Pueblo County Resolution No. P&D 14-15

cc: Marci Day, Pueblo County Attorney's Office
Carmen Howard, Pueblo County Planning and Development
Phil Tunnah, Colorado Springs Utilities
Keith Riley, Colorado Springs Utilities
Kevin Binkley, Colorado Springs Utilities
Mark Shea, Colorado Springs Utilities
Tom Korver, Petros and White
David W. Robbins, Hill and Robbins

Attachments:

- **Annual Indexing Methodology Attachment A Spreadsheet for 2017-2020 Indexing Periods (Preliminary and Finalized Index Values)**
- **Pueblo County Resolution No. P&D 14-15**


This procedure is for calculating annual indexing pursuant to Condition 6 of the 1041 permit began on October 21, 2012.
Annual indexing of the First Mitigation Payment of the 2nd Installment.

Line	Instruction	Input/Result
1	Start Year for Annual Indexing Calculation. Year for which this annual indexing calculation begins.	2015
2	End Year for Annual Indexing Calculation. Year for which this annual indexing calculation ends.	2016
3	Producer Price Index (PPI) for Start of Indexing Calculation. Published PPI value ^(a) for November of the year identified in Line 1.	191.6
4	PPI for End of indexing Calculation. Published PPI Value ^(a) for November of the year identified in Line 2.	192.6
5	Annual PPI Value Change. Subtract Line 3 from Line 4, enter -0- if Line 3 is more than Line 4.	1.0
6	Annual PPO Percent Change. Divide Line 5 by Line 3 and multiply by 100, enter -0- if Line 5 is -0- ^(b) , enter 3.5 if calculated value is greater than 3.5 ^(c) .	0.52%
7	Maximum Amount to be Indexed. Annual payment identified in Condition No. 6, including any unpaid annual indexing for seven years prior to the year identified in Line 1.	\$10,107,088
8	Annual Advance Payment Amount (if any). Total of advance payment made between october of the year in Line 1 and October of the year in Line 2.	\$0
9	Current Amount to be Indexed (principal and prior years' indexing). Subtract Line 8 from Line 7.	\$10,107,088
10	Annual Index-based Amount. Multiply Line 9 by Line 6 and divide by 100, enter -0- if Line 4 is -0-.	\$52,751
11	Total Annual Payment Amount with Indexing. Add Line 9 and Line 10. This is the total annual payment if te the amount identified in Line 9 is paid by January 15 of the year following the year identified Line 2 and the amount identified in Line 10 is paid within one month of U.S. Bureau of Labor Statistics' publication of a final PPI (d) for use in Line 4. If these amounts are not paid, repeat the steps in Lines 1 through 10 using information for the next annual indexing period.	\$10,159,839
	Check number 265750 issued on 1/10/17	\$10,052,192
	Check number 266681 issued on 2/6/17	\$107,647

Notes:

- Data Source: U.S. Department of labor, Bureau of Labor Statistics "Producer Price Index for Finished Goods", as can be found at [HTTP://www.bls.gov/ppi/data.htm](http://www.bls.gov/ppi/data.htm) (select "Top Picks" under "Commodity Data including stage-of- processing indexes, Producer Price Index - PPI and then select "Finished Goods"- WPUPD 49207 (WPUSOP3000).
- Negative annual percentage change is considered 0% by mutual agreement of Pueblo County and Colorado Springs Utiliites.
- Annual percentage increase is capped at 3.5% by Condition No. 6.
- U.S. Department of Labor, Bureau of Labor Statistics considers monthly PPI values to be preliminary and subject to revision for four months after original publication.


Change Output Options:

From: 2006 To: 2016 
☐ include graphs ☐ include annual averages

Data extracted on: January 3, 2017 (3:56:15 PM)

Producer Price Index-Commodities

Series Id: WPUPFD49207
Not Seasonally Adjusted
Group: Final demand
Item: Finished goods
Base Date: 198200

Download:  [xlsx](#)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2006	159.9	158.0	159.1	160.7	161.2	161.8	161.7	162.3	160.3	158.9	159.8	160.5
2007	160.1	161.8	164.1	165.9	167.5	167.2	168.5	166.1	167.4	168.6	171.4	170.4
2008	172.0	172.3	175.1	176.5	179.8	182.4	185.1	182.2	182.2	177.4	172.0	168.8
2009	170.4	169.9	169.1	170.3	171.1	174.3	172.4	174.2	173.2	173.8	175.7	176.0
2010	178.0	176.9	179.1	179.5	179.9	179.0	179.5	180.0	180.0	181.2	181.6	182.6
2011	184.5	186.7	189.3	191.6	192.7	191.6	192.4	191.8	192.8	191.9	191.9	191.2
2012	192.1	193.0	194.5	195.0	193.8	192.9	193.3	195.5	196.9	196.4	194.5	193.8
2013	194.9	196.4	196.7	196.0	196.9	197.3	197.3	197.9	197.3	196.9	196.1	196.5
2014	198.1	198.9	200.3	202.1	201.8	202.9	203.0	202.5	201.7	200.4	198.2	195.4
2015	192.2	192.6	193.6	193.1	196.0	197.7	197.4	196.3	193.4	192.4	191.6	190.1
2016	189.9	188.8	189.2	190.3	191.7	193.8	193.5	192.2(P)	193.2(P)	193.5(P)	192.6(P)	

P : Preliminary. All indexes are subject to revision four months after original publication.

This procedure is for calculating annual indexing pursuant to Condition 6 of the 1041 permit began on October 21, 2012.
Annual indexing of the First Mitigation Payment of the 2nd Installment.

Line	Instruction	Input/Result
1	Start Year for Annual Indexing Calculation. Year for which this annual indexing calculation begins.	2015
2	End Year for Annual Indexing Calculation. Year for which this annual indexing calculation ends.	2016
3	Producer Price Index (PPI) for Start of Indexing Calculation. Published PPI value ^(a) for November of the year identified in Line 1.	191.6
4	PPI for End of indexing Calculation. Published PPI Value ^(a) for November of the year identified in Line 2.	192.4
5	Annual PPI Value Change. Subtract Line 3 from Line 4, enter -0- if Line 3 is more than Line 4.	0.8
6	Annual PPO Percent Change. Divide Line 5 by Line 3 and multiply by 100, enter -0- if Line 5 is -0- ^(b) , enter 3.5 if calculated value is greater than 3.5 ^(c) .	0.42%
7	Maximum Amount to be Indexed. Annual payment identified in Condition No. 6, including any unpaid annual indexing for seven years prior to the year identified in Line 1.	\$10,107,088
8	Annual Advance Payment Amount (if any). Total of advance payment made between october of the year in Line 1 and October of the year in Line 2.	\$0
9	Current Amount to be Indexed (principal and prior years' indexing). Subtract Line 8 from Line 7.	\$10,107,088
10	Annual Index-based Amount. Multiply Line 9 by Line 6 and divide by 100, enter -0- if Line 4 is -0-.	\$42,201
11	Total Annual Payment Amount with Indexing. Add Line 9 and Line 10. This is the total annual payment if te the amount identified in Line 9 is paid by January 15 of the year following the year identified Line 2 and the amount identified in Line 10 is paid within one month of U.S. Bureau of Labor Statistics' publication of a final PPI (d) for use in Line 4. If these amounts are not paid, repeat the steps in Lines 1 through 10 using information for the next annual indexing period.	\$10,149,289
	Check number 265750 issued on 1/10/17	\$10,052,192
	Check number 266681 issued on 2/6/17	\$107,647
	Balance after final PPI published on 4/13/17	(\$10,550)

Notes:

- (a) Data Source: U.S. Department of labor, Bureau of Labor Statistics "Producer Price Index for Finished Goods", as can be found at [HTTP://www.bls.gov/ppi/data.htm](http://www.bls.gov/ppi/data.htm) (select "Top Picks" under "Commodity Data including stage-of- processing indexes, Producer Price Index - PPI and then select "Finished Goods"- WPUFD 49207 (WPUSOP3000).
- (b) Negative annual percentage change is considered 0% by mutual agreement of Pueblo County and Colorado Springs Utiliities.
- (c) Annual percentage increase is capped at 3.5% by Condition No. 6.
- (d) U.S. Department of Labor, Bureau of Labor Statistics considers monthly PPI values to be preliminary and subject to revision for four months after original publication.

Change Output Options:

From: 2007 To: 2017 GO

☐ include graphs ☐ include annual averages

Data extracted on: April 13, 2017 (10:29:45 AM)

PPI Commodity Data

Series Id: WPUFD49207
Not Seasonally Adjusted
Group: Final demand
Item: Finished goods
Base Date: 198200

Download: [xlsx](#)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2007	160.1	161.8	164.1	165.9	167.5	167.2	168.5	166.1	167.4	168.6	171.4	170.4
2008	172.0	172.3	175.1	176.5	179.8	182.4	185.1	182.2	182.2	177.4	172.0	168.8
2009	170.4	169.9	169.1	170.3	171.1	174.3	172.4	174.2	173.2	173.8	175.7	176.0
2010	178.0	176.9	179.1	179.5	179.9	179.0	179.5	180.0	180.0	181.2	181.6	182.6
2011	184.5	186.7	189.3	191.6	192.7	191.6	192.4	191.8	192.8	191.9	191.9	191.2
2012	192.1	193.0	194.5	195.0	193.8	192.9	193.3	195.5	196.9	196.4	194.5	193.8
2013	194.9	196.4	196.7	196.0	196.9	197.3	197.3	197.9	197.3	196.9	196.1	196.5
2014	198.1	198.9	200.3	202.1	201.8	202.9	203.0	202.5	201.7	200.4	198.2	195.4
2015	192.2	192.6	193.6	193.1	196.0	197.7	197.4	196.3	193.4	192.4	191.6	190.1
2016	189.9	188.8	189.2	190.3	191.7	193.8	193.5	192.6	193.2	193.7	192.4	193.7(P)
2017	195.6(P)	195.8(P)	196.2(P)									

P : Preliminary. All indexes are subject to revision four months after original publication.

This procedure is for calculating annual indexing pursuant to Condition 6 of the 1041 permit began on October 21, 2012.

Line	Instruction	Input/Result
1	Start Year for Annual Indexing Calculation. Year for which this annual indexing calculation begins.	2016
2	End Year for Annual Indexing Calculation. Year for which this annual indexing calculation ends.	2017
3	Producer Price Index (PPI) for Start of Indexing Calculation. Published PPI value ^(a) for November of the year identified in Line 1.	192.4
4	PPI for End of indexing Calculation. Published PPI Value ^(a) for November of the year identified in Line 2.	200.6
5	Annual PPI Value Change. Subtract Line 3 from Line 4, enter -0- if Line 3 is more than Line 4.	8.2
6	Annual PPI Percent Change. Divide Line 5 by Line 3 and multiply by 100, enter -0- if Line 5 is -0- ^(b) , enter 3.5 if calculated value is greater than 3.5 ^(c) .	3.500000%
7	Maximum Amount to be Indexed. Annual payment identified in Condition No. 6, including any unpaid annual indexing for seven years prior to the year identified in Line 1.	\$10,041,754
8	Annual Advance Payment Amount (if any). Total of advance payment made between october of the year in Line 1 and October of the year in Line 2.	(\$10,550)
9	Current Amount to be Indexed (principal and prior years' indexing). Subtract Line 8 from Line 7.	\$10,031,204
10	Annual Index-based Amount. Multiply Line 9 by Line 6 and divide by 100, enter -0- if Line 4 is -0-.	\$351,092
11	Total Annual Payment Amount with Indexing. Add Line 9 and Line 10. This is the total annual payment if te the amount identified in Line 9 is paid by January 15 of the year following the year identified Line 2 and the amount identified in Line 10 is paid within one month of U.S. Bureau of Labor Statistics' publication of a final PPI (d) for use in Line 4. If these amounts are not paid, repeat the steps in Lines 1 through 10 using information for the next annual indexing period.	\$10,382,296
	Check number xxx issued on 1/9/18	\$10,382,296
	Balance after final PPI published on 4/xx/18	\$0

Notes:

- (a) Data Source: U.S. Department of labor, Bureau of Labor Statistics "Producer Price Index for Finished Goods", as can be found at [HTTP://www.bls.gov/ppi/data.htm](http://www.bls.gov/ppi/data.htm) (select "Top Picks" under "Commodity Data including stage-of- processing indexes, Producer Price Index - PPI and then select "Finished Goods"- WPUFD 49207 (WPUSOP3000).
- (b) Negative annual percentage change is considered 0% by mutual agreement of Pueblo County and Colorado Springs Utiliities.
- (c) Annual percentage increase is capped at 3.5% by Condition No. 6.
- (d) U.S. Department of Labor, Bureau of Labor Statistics considers monthly PPI values to be preliminary and subject to revision for four months after original publication.

Data extracted on: January 3, 2018 (9:26:16 PM)

PPI Commodity Data

Series Id: WPUFD49207
 Not Seasonally Adjusted
 Series Title: PPI Commodity data for Final demand-Finished goods, not seasonally adj
 Group: Final demand
 Item: Finished goods
 Base Date: 198200

Download: [xlsx](#)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2007	160.1	161.8	164.1	165.9	167.5	167.2	168.5	166.1	167.4	168.6	171.4	170.4
2008	172.0	172.3	175.1	176.5	179.8	182.4	185.1	182.2	182.2	177.4	172.0	168.8
2009	170.4	169.9	169.1	170.3	171.1	174.3	172.4	174.2	173.2	173.8	175.7	176.0
2010	178.0	176.9	179.1	179.5	179.9	179.0	179.5	180.0	180.0	181.2	181.6	182.6
2011	184.5	186.7	189.3	191.6	192.7	191.6	192.4	191.8	192.8	191.9	191.9	191.2
2012	192.1	193.0	194.5	195.0	193.8	192.9	193.3	195.5	196.9	196.4	194.5	193.8
2013	194.9	196.4	196.7	196.0	196.9	197.3	197.3	197.9	197.3	196.9	196.1	196.5
2014	198.1	198.9	200.3	202.1	201.8	202.9	203.0	202.5	201.7	200.4	198.2	195.4
2015	192.2	192.6	193.6	193.1	196.0	197.7	197.4	196.3	193.4	192.4	191.6	190.1
2016	189.9	188.8	189.2	190.3	191.7	193.8	193.5	192.6	193.2	193.7	192.4	193.7
2017	195.4	196.0	196.3	198.0	197.0	197.8	197.6	198.2(P)	199.5(P)	199.3(P)	200.6(P)	

P : Preliminary. All indexes are subject to revision four months after original publication.

This procedure is for calculating annual indexing pursuant to Condition 6 of the 1041 permit began on October 21, 2012.

Line	Instruction	Input/Result
1	Start Year for Annual Indexing Calculation. Year for which this annual indexing calculation begins.	2016
2	End Year for Annual Indexing Calculation. Year for which this annual indexing calculation ends.	2017
3	Producer Price Index (PPI) for Start of Indexing Calculation. Published PPI value ^(a) for November of the year identified in Line 1.	192.4
4	PPI for End of Indexing Calculation. Published PPI Value ^(a) for November of the year identified in Line 2.	200.4
5	Annual PPI Value Change. Subtract Line 3 from Line 4, enter -0- if Line 3 is more than Line 4.	8.0
6	Annual PPI Percent Change. Divide Line 5 by Line 3 and multiply by 100, enter -0- if Line 5 is -0- ^(b) , enter 3.5 if calculated value is greater than 3.5 ^(c) .	3.500000%
7	Maximum Amount to be Indexed. Annual payment identified in Condition No. 6, including any unpaid annual indexing for seven years prior to the year identified in Line 1.	\$10,041,754
8	Annual Advance Payment Amount (if any). Total of advance payment made between october of the year in Line 1 and October of the year in Line 2.	(\$10,550)
9	Current Amount to be Indexed (principal and prior years' indexing). Subtract Line 8 from Line 7.	\$10,031,204
10	Annual Index-based Amount. Multiply Line 9 by Line 6 and divide by 100, enter -0- if Line 4 is -0-.	\$351,092
11	Total Annual Payment Amount with Indexing. Add Line 9 and Line 10. This is the total annual payment if te the amount identified in Line 9 is paid by January 15 of the year following the year identified Line 2 and the amount identified in Line 10 is paid within one month of U.S. Bureau of Labor Statistics' publication of a final PPI (d) for use in Line 4. If these amounts are not paid, repeat the steps in Lines 1 through 10 using information for the next annual indexing period.	\$10,382,296
	Check number xxx issued on 1/9/18	\$10,382,296
	Balance after final PPI published on 4/16/18	\$0

Notes:

- Data Source: U.S. Department of labor, Bureau of Labor Statistics "Producer Price Index for Finished Goods", as can be found at [HTTP://www.bls.gov/ppi/data.htm](http://www.bls.gov/ppi/data.htm) (select "Top Picks" under "Commodity Data including stage-of- processing indexes, Producer Price Index - PPI and then select "Finished Goods"- WPUFD 49207 (WPUSOP3000).
- Negative annual percentage change is considered 0% by mutual agreement of Pueblo County and Colorado Springs Utilites.
- Annual percentage increase is capped at 3.5% by Condition No. 6.
- U.S. Department of Labor, Bureau of Labor Statistics considers monthly PPI values to be preliminary and subject to revision for four months after original publication.

Data extracted on: April 17, 2018 (4:44:10 PM)

PPI Commodity Data

Series Id: WPUFD49207
 Not Seasonally Adjusted
Series Title: PPI Commodity data for Final demand-Finished goods, not seasonally adjusted
Group: Final demand
Item: Finished goods
Base Date: 198200

Download: [x](#) [xlsx](#)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2008	172.0	172.3	175.1	176.5	179.8	182.4	185.1	182.2	182.2	177.4	172.0	168.8
2009	170.4	169.9	169.1	170.3	171.1	174.3	172.4	174.2	173.2	173.8	175.7	176.0
2010	178.0	176.9	179.1	179.5	179.9	179.0	179.5	180.0	180.0	181.2	181.6	182.6
2011	184.5	186.7	189.3	191.6	192.7	191.6	192.4	191.8	192.8	191.9	191.9	191.2
2012	192.1	193.0	194.5	195.0	193.8	192.9	193.3	195.5	196.9	196.4	194.5	193.8
2013	194.9	196.4	196.7	196.0	196.9	197.3	197.3	197.9	197.3	196.9	196.1	196.5
2014	198.1	198.9	200.3	202.1	201.8	202.9	203.0	202.5	201.7	200.4	198.2	195.4
2015	192.2	192.6	193.6	193.1	196.0	197.7	197.4	196.3	193.4	192.4	191.6	190.1
2016	189.9	188.8	189.2	190.3	191.7	193.8	193.5	192.6	193.2	193.7	192.4	193.7
2017	195.4	196.0	196.3	198.0	197.0	197.8	197.6	198.4	199.6	199.4	200.4	200.1(P)
2018	201.3(P)	201.2(P)	202.1(P)									

P : Preliminary. All indexes are subject to revision four months after original publication.

This procedure is for calculating annual indexing pursuant to Condition 6 of the 1041 permit began on October 21, 2012.

Line	Instruction	Input/Result
1	Start Year for Annual Indexing Calculation. Year for which this annual indexing calculation begins.	2017
2	End Year for Annual Indexing Calculation. Year for which this annual indexing calculation ends.	2018
3	Producer Price Index (PPI) for Start of Indexing Calculation. Published PPI value ^(a) for November of the year identified in Line 1.	200.4
4	PPI for End of indexing Calculation. Published PPI Value ^(a) for November of the year identified in Line 2.	203.7
5	Annual PPI Value Change. Subtract Line 3 from Line 4, enter -0- if Line 3 is more than Line 4.	3.3
6	Annual PPO Percent Change. Divide Line 5 by Line 3 and multiply by 100, enter -0- if Line 5 is -0 ^(b) , enter 3.5 if calculated value is greater than 3.5 ^(c) .	1.65%
7	Maximum Amount to be Indexed. Annual payment identified in Condition No. 6, including any unpaid annual indexing for seven years prior to the year identified in Line 1.	\$10,393,215
8	Annual Advance Payment Amount (if any). Total of advance payment made between october of the year in Line 1 and October of the year in Line 2.	\$0
9	Current Amount to be Indexed (principal and prior years' indexing). Subtract Line 8 from Line 7.	\$10,393,215
10	Annual Index-based Amount. Multiply Line 9 by Line 6 and divide by 100, enter -0- if Line 4 is -0-.	\$171,146
11	Total Annual Payment Amount with Indexing. Add Line 9 and Line 10. This is the total annual payment if the amount identified in Line 9 is paid by January 15 of the year following the year identified in Line 2 and the amount identified in Line 10 is paid within one month of U.S. Bureau of Labor Statistics' publication of a final PPI (d) for use in Line 4. If these amounts are not paid, repeat the steps in Lines 1 through 10 using information for the next annual indexing period.	\$10,564,361

Notes:

- (a) Data Source: U.S. Department of labor, Bureau of Labor Statistics "Producer Price Index for Finished Goods", as can be found at [HTTP://www.bls.gov/ppi/data.htm](http://www.bls.gov/ppi/data.htm) (select "Top Picks" under "Commodity Data including stage-of- processing indexes, Producer Price Index - PPI and then select "Finished Goods"- WPUFD 49207 (WPUSOP3000).
- (b) Negative annual percentage change is considered 0% by mutual agreement of Pueblo County and Colorado Springs Utilites.
- (c) Annual percentage increase is capped at 3.5% by Condition No. 6.
- (d) U.S. Department of Labor, Bureau of Labor Statistics considers monthly PPI values to be preliminary and subject to revision for four months after original publication.

Data extracted on: December 13, 2018 (4:18:55 PM)

PPI Commodity Data

Series Id: WPUFD49207
 Not Seasonally Adjusted
 Series Title: PPI Commodity data for Final demand-Finished goods, not seasonally adjusted
 Group: Final demand
 Item: Finished goods
 Base Date: 198200

Download:  [xlsx](#)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2008	172.0	172.3	175.1	176.5	179.8	182.4	185.1	182.2	182.2	177.4	172.0	168.8
2009	170.4	169.9	169.1	170.3	171.1	174.3	172.4	174.2	173.2	173.8	175.7	176.0
2010	178.0	176.9	179.1	179.5	179.9	179.0	179.5	180.0	180.0	181.2	181.6	182.6
2011	184.5	186.7	189.3	191.6	192.7	191.6	192.4	191.8	192.8	191.9	191.9	191.2
2012	192.1	193.0	194.5	195.0	193.8	192.9	193.3	195.5	196.9	196.4	194.5	193.8
2013	194.9	196.4	196.7	196.0	196.9	197.3	197.3	197.9	197.3	196.9	196.1	196.5
2014	198.1	198.9	200.3	202.1	201.8	202.9	203.0	202.5	201.7	200.4	198.2	195.4
2015	192.2	192.6	193.6	193.1	196.0	197.7	197.4	196.3	193.4	192.4	191.6	190.1
2016	189.9	188.8	189.2	190.3	191.7	193.8	193.5	192.6	193.2	193.7	192.4	193.7
2017	195.4	196.0	196.3	198.0	197.0	197.8	197.6	198.4	199.6	199.4	200.4	199.9
2018	201.0	201.3	202.1	202.8	205.0	205.9	206.0	205.5(P)	205.5(P)	206.2(P)	203.7(P)	

P : Preliminary. All indexes are subject to revision four months after original publication.

This procedure is for calculating annual indexing pursuant to Condition 6 of the 1041 permit began on October 21, 2012.

Line	Instruction	Input/Result
1	Start Year for Annual Indexing Calculation. Year for which this annual indexing calculation begins.	2017
2	End Year for Annual Indexing Calculation. Year for which this annual indexing calculation ends.	2018
3	Producer Price Index (PPI) for Start of Indexing Calculation. Published PPI value ^(a) for November of the year identified in Line 1.	200.4
4	PPI for End of Indexing Calculation. Published PPI Value ^(a) for November of the year identified in Line 2.	204.4
5	Annual PPI Value Change. Subtract Line 3 from Line 4, enter -0- if Line 3 is more than Line 4.	4.0
6	Annual PPI Percent Change. Divide Line 5 by Line 3 and multiply by 100, enter -0- if Line 5 is -0- ^(b) , enter 3.5 if calculated value is greater than 3.5 ^(c) .	2.00%
7	Maximum Amount to be Indexed. Annual payment identified in Condition No. 6, including any unpaid annual indexing for seven years prior to the year identified in Line 1.	\$10,393,215
8	Annual Advance Payment Amount (if any). Total of advance payment made between october of the year in Line 1 and October of the year in Line 2.	\$0
9	Current Amount to be Indexed (principal and prior years' indexing). Subtract Line 8 from Line 7.	\$10,393,215
10	Annual Index-based Amount. Multiply Line 9 by Line 6 and divide by 100, enter -0- if Line 4 is -0-.	\$207,449
11	Total Annual Payment Amount with Indexing. Add Line 9 and Line 10. This is the total annual payment if te the amount identified in Line 9 is paid by January 15 of the year following the year identified Line 2 and the amount identified in Line 10 is paid within one month of U.S. Bureau of Labor Statistics' publication of a final PPI (d) for use in Line 4. If these amounts are not paid, repeat the steps in Lines 1 through 10 using information for the next annual indexing period.	\$10,600,664
	Check number 289163 issued on 01/10/2019	\$10,564,361
	Balance due after final PPI published on 05/01/2019	\$36,303


Notes:

- Data Source: U.S. Department of labor, Bureau of Labor Statistics "Producer Price Index for Finished Goods", as can be found at [HTTP://www.bls.gov/ppi/data.htm](http://www.bls.gov/ppi/data.htm) (select "Top Picks" under "Commodity Data including stage-of- processing indexes, Producer Price Index - PPI and then select "Finished Goods"- WPUFD 49207 (WPUSOP3000).
- Negative annual percentage change is considered 0% by mutual agreement of Pueblo County and Colorado Springs Utiliites.
- Annual percentage increase is capped at 3.5% by Condition No. 6.
- U.S. Department of Labor, Bureau of Labor Statistics considers monthly PPI values to be preliminary and subject to revision for four months after original publication.

Data extracted on: May 1, 2019 (1:03:36 PM)

PPI Commodity Data

Series Id: WPUFD49207
 Not Seasonally Adjusted
 Series Title: PPI Commodity data for Final demand-Finished goods, not seasonally adjusted
 Group: Final demand
 Item: Finished goods
 Base Date: 198200

Download:  [xlsx](#)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2009	170.4	169.9	169.1	170.3	171.1	174.3	172.4	174.2	173.2	173.8	175.7	176.0
2010	178.0	176.9	179.1	179.5	179.9	179.0	179.5	180.0	180.0	181.2	181.6	182.6
2011	184.5	186.7	189.3	191.6	192.7	191.6	192.4	191.8	192.8	191.9	191.9	191.2
2012	192.1	193.0	194.5	195.0	193.8	192.9	193.3	195.5	196.9	196.4	194.5	193.8
2013	194.9	196.4	196.7	196.0	196.9	197.3	197.3	197.9	197.3	196.9	196.1	196.5
2014	198.1	198.9	200.3	202.1	201.8	202.9	203.0	202.5	201.7	200.4	198.2	195.4
2015	192.2	192.6	193.6	193.1	196.0	197.7	197.4	196.3	193.4	192.4	191.6	190.1
2016	189.9	188.8	189.2	190.3	191.7	193.8	193.5	192.6	193.2	193.7	192.4	193.7
2017	195.4	196.0	196.3	198.0	197.0	197.8	197.6	198.4	199.6	199.4	200.4	199.9
2018	201.0	201.3	202.1	202.8	205.0	205.9	206.0	205.8	205.9	206.7	204.4	202.7(P)
2019	201.7(P)	202.3(P)	205.0(P)									

P : Preliminary. All indexes are subject to revision four months after original publication.

This procedure is for calculating annual indexing pursuant to Condition 6 of the 1041 permit began on October 21, 2012.

Line	Instruction	Input/Result
1	Start Year for Annual Indexing Calculation. Year for which this annual indexing calculation begins.	2018
2	End Year for Annual Indexing Calculation. Year for which this annual indexing calculation ends.	2019
3	Producer Price Index (PPI) for Start of Indexing Calculation. Published PPI value ^(a) for November of the year identified in Line 1.	204.4
4	PPI for End of indexing Calculation. Published PPI Value ^(a) for November of the year identified in Line 2.	206.6
5	Annual PPI Value Change. Subtract Line 3 from Line 4, enter -0- if Line 3 is more than Line 4.	2.2
6	Annual PPO Percent Change. Divide Line 5 by Line 3 and multiply by 100, enter -0- if Line 5 is -0- ^(b) , enter 3.5 if calculated value is greater than 3.5 ^(c) .	1.076321%
7	Maximum Amount to be Indexed. Annual payment identified in Condition No. 6, including any unpaid annual indexing for seven years prior to the year identified in Line 1.	\$10,556,587
8	Annual Advance Payment Amount (if any). Total of advance payment made between October of the year in Line 1 and October of the year in Line 2.	\$0
9	Current Amount to be Indexed (principal and prior years' indexing). Subtract Line 8 from Line 7.	\$10,556,587
10	Annual Index-based Amount. Multiply Line 9 by Line 6 and divide by 100, enter -0- if Line 4 is -0-.	\$113,623
11	Total Annual Payment Amount with Indexing. Add Line 9 and Line 10. This is the total annual payment if the amount identified in Line 9 is paid by January 15 of the year following the year identified in Line 2 and the amount identified in Line 10 is paid within one month of U.S. Bureau of Labor Statistics' publication of a final PPI (d) for use in Line 4. If these amounts are not paid, repeat the steps in Lines 1 through 10 using information for the next annual indexing period.	\$10,670,210
	Balance due after final PPI published on 05/01/2019	\$36,303
	Total Annual Payment Amount with Indexing and 2019 Balance	\$10,706,513

Notes:

- (a) Data Source: U.S. Department of labor, Bureau of Labor Statistics "Producer Price Index for Finished Goods", as can be found at [HTTP://www.bls.gov/ppi/data.htm](http://www.bls.gov/ppi/data.htm) (select "Top Picks" under "Commodity Data including stage-of- processing indexes, Producer Price Index - PPI and then select "Finished Goods"- WPUFD 49207 (WPUSOP3000)).
- (b) Negative annual percentage change is considered 0% by mutual agreement of Pueblo County and Colorado Springs Utilites.
- (c) Annual percentage increase is capped at 3.5% by Condition No. 6.
- (d) U.S. Department of Labor, Bureau of Labor Statistics considers monthly PPI values to be preliminary and subject to revision for four months after original publication.

Data extracted on: December 27, 2019 (1:05:53 PM)

PPI Commodity Data

Series Id: WPUFD49207
 Not Seasonally Adjusted
 Series Title: PPI Commodity data for Final demand-Finished goods, not seasonally adjusted
 Group: Final demand
 Item: Finished goods
 Base Date: 198200

Download:  [xlsx](#)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2009	170.4	169.9	169.1	170.3	171.1	174.3	172.4	174.2	173.2	173.8	175.7	176.0
2010	178.0	176.9	179.1	179.5	179.9	179.0	179.5	180.0	180.0	181.2	181.6	182.6
2011	184.5	186.7	189.3	191.6	192.7	191.6	192.4	191.8	192.8	191.9	191.9	191.2
2012	192.1	193.0	194.5	195.0	193.8	192.9	193.3	195.5	196.9	196.4	194.5	193.8
2013	194.9	196.4	196.7	196.0	196.9	197.3	197.3	197.9	197.3	196.9	196.1	196.5
2014	198.1	198.9	200.3	202.1	201.8	202.9	203.0	202.5	201.7	200.4	198.2	195.4
2015	192.2	192.6	193.6	193.1	196.0	197.7	197.4	196.3	193.4	192.4	191.6	190.1
2016	189.9	188.8	189.2	190.3	191.7	193.8	193.5	192.6	193.2	193.7	192.4	193.7
2017	195.4	196.0	196.3	198.0	197.0	197.8	197.6	198.4	199.6	199.4	200.4	199.9
2018	201.0	201.3	202.1	202.8	205.0	205.9	206.0	205.8	205.9	206.7	204.4	202.5
2019	201.8	202.4	204.9	207.1	207.6	206.9	207.4	206.3(P)	205.4(P)	206.3(P)	206.6(P)	

P : Preliminary. All indexes are subject to revision four months after original publication.

This procedure is for calculating annual indexing pursuant to Condition 6 of the 1041 permit began on October 21, 2012.

Line	Instruction	Input/Result
1	Start Year for Annual Indexing Calculation. Year for which this annual indexing calculation begins.	2018
2	End Year for Annual Indexing Calculation. Year for which this annual indexing calculation ends.	2019
3	Producer Price Index (PPI) for Start of Indexing Calculation. Published PPI value ^(a) for November of the year identified in Line 1.	204.4
4	PPI for End of indexing Calculation. Published PPI Value ^(a) for November of the year identified in Line 2.	206.4
5	Annual PPI Value Change. Subtract Line 3 from Line 4, enter -0- if Line 3 is more than Line 4.	2.0
6	Annual PPO Percent Change. Divide Line 5 by Line 3 and multiply by 100, enter -0- if Line 5 is -0- ^(b) , enter 3.5 if calculated value is greater than 3.5 ^(c) .	0.978474%
7	Maximum Amount to be Indexed. Annual payment identified in Condition No. 6, including any unpaid annual indexing for seven years prior to the year identified in Line 1.	\$10,556,587
8	Annual Advance Payment Amount (if any). Total of advance payment made between October of the year in Line 1 and October of the year in Line 2.	\$0
9	Current Amount to be Indexed (principal and prior years' indexing). Subtract Line 8 from Line 7.	\$10,556,587
10	Annual Index-based Amount. Multiply Line 9 by Line 6 and divide by 100, enter -0- if Line 4 is -0-.	\$103,293
11	Total Annual Payment Amount with Indexing. Add Line 9 and Line 10. This is the total annual payment if the amount identified in Line 9 is paid by January 15 of the year following the year identified in Line 2 and the amount identified in Line 10 is paid within one month of U.S. Bureau of Labor Statistics' publication of a final PPI (d) for use in Line 4. If these amounts are not paid, repeat the steps in Lines 1 through 10 using information for the next annual indexing period.	\$10,659,880
	Balance due after final PPI published on 05/01/2019	\$36,303
	Total FINAL Annual Payment Amount with Indexing and 2019 Balance	\$10,696,183
	Total Preliminary Annual Payment with Indexing Issued 01/15/2020	\$10,706,513
	Total January 15, 2020 Underpayment or (Overpayment)	(\$10,330)

Notes:

- (a) Data Source: U.S. Department of labor, Bureau of Labor Statistics "Producer Price Index for Finished Goods", as can be found at [HTTP://www.bls.gov/ppi/data.htm](http://www.bls.gov/ppi/data.htm) (select "Top Picks" under "Commodity Data including stage-of- processing indexes, Producer Price Index - PPI and then select "Finished Goods"- WPUFD 49207 (WPUUSOP3000).
- (b) Negative annual percentage change is considered 0% by mutual agreement of Pueblo County and Colorado Springs Utilites.
- (c) Annual percentage increase is capped at 3.5% by Condition No. 6.
- (d) U.S. Department of Labor, Bureau of Labor Statistics considers monthly PPI values to be preliminary and subject to revision for four months after original publication.

Data extracted on: April 14, 2020 (3:36:25 PM)

PPI Commodity Data

Series Id: WPUFD49207
Not Seasonally Adjusted
Series Title: PPI Commodity data for Final demand-Finished goods, not seasonally adjusted
Group: Final demand
Item: Finished goods
Base Date: 198200

Download: [XLS](#)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2010	178.0	176.9	179.1	179.5	179.9	179.0	179.5	180.0	180.0	181.2	181.6	182.6
2011	184.5	186.7	189.3	191.6	192.7	191.6	192.4	191.8	192.8	191.9	191.9	191.2
2012	192.1	193.0	194.5	195.0	193.8	192.9	193.3	195.5	196.9	196.4	194.5	193.8
2013	194.9	196.4	196.7	196.0	196.9	197.3	197.3	197.9	197.3	196.9	196.1	196.5
2014	198.1	198.9	200.3	202.1	201.8	202.9	203.0	202.5	201.7	200.4	198.2	195.4
2015	192.2	192.6	193.6	193.1	196.0	197.7	197.4	196.3	193.4	192.4	191.6	190.1
2016	189.9	188.8	189.2	190.3	191.7	193.8	193.5	192.6	193.2	193.7	192.4	193.7
2017	195.4	196.0	196.3	198.0	197.0	197.8	197.6	198.4	199.6	199.4	200.4	199.9
2018	201.0	201.3	202.1	202.8	205.0	205.9	206.0	205.8	205.9	206.7	204.4	202.5
2019	201.8	202.4	204.9	207.1	207.6	206.9	207.4	206.4	205.7	206.3	206.4	206.4(P)
2020	206.8(P)	204.9(P)	203.0(P)									

P : Preliminary. All indexes are subject to revision four months after original publication.

This procedure is for calculating annual indexing pursuant to Condition 6 of the 1041 permit began on October 21, 2012.

Line	Instruction	Input/Result
1	Start Year for Annual Indexing Calculation. Year for which this annual indexing calculation begins.	2018
2	End Year for Annual Indexing Calculation. Year for which this annual indexing calculation ends.	2019
3	Producer Price Index (PPI) for Start of Indexing Calculation. Published PPI value ^(a) for November of the year identified in Line 1.	204.4
4	PPI for End of indexing Calculation. Published PPI Value ^(a) for November of the year identified in Line 2.	206.4
5	Annual PPI Value Change. Subtract Line 3 from Line 4, enter -0- if Line 3 is more than Line 4.	2.0
6	Annual PPO Percent Change. Divide Line 5 by Line 3 and multiply by 100, enter -0- if Line 5 is -0- ^(b) , enter 3.5 if calculated value is greater than 3.5 ^(c) .	0.978474%
7	Maximum Amount to be Indexed. Annual payment identified in Condition No. 6, including any unpaid annual indexing for seven years prior to the year identified in Line 1.	\$10,556,587
8	Annual Advance Payment Amount (if any). Total of advance payment made between October of the year in Line 1 and October of the year in Line 2.	\$0
9	Current Amount to be Indexed (principal and prior years' indexing). Subtract Line 8 from Line 7.	\$10,556,587
10	Annual Index-based Amount. Multiply Line 9 by Line 6 and divide by 100, enter -0- if Line 4 is -0-.	\$103,293
11	Total Annual Payment Amount with Indexing. Add Line 9 and Line 10. This is the total annual payment if the amount identified in Line 9 is paid by January 15 of the year following the year identified in Line 2 and the amount identified in Line 10 is paid within one month of U.S. Bureau of Labor Statistics' publication of a final PPI (d) for use in Line 4. If these amounts are not paid, repeat the steps in Lines 1 through 10 using information for the next annual indexing period.	\$10,659,880
	Balance due after final PPI published on 05/01/2019	\$36,303
	Total FINAL Annual Payment Amount with Indexing and 2019 Balance	\$10,696,183
	Total Preliminary Annual Payment with Indexing Issed 01/15/2020	\$10,706,513
	Total January 15, 2020 Underpayment or (Overpayment)	(\$10,330)

Notes:

- (a) Data Source: U.S. Department of labor, Bureau of Labor Statistics "Producer Price Index for Finished Goods", as can be found at [HTTP://www.bls.gov/ppi/data.htm](http://www.bls.gov/ppi/data.htm) (select "Top Picks" under "Commodity Data including stage-of- processing indexes, Producer Price Index - PPI and then select "Finished Goods"- WPUFD 49207 (WPUSOP3000).
- (b) Negative annual percentage change is considered 0% by mutual agreement of Pueblo County and Colorado Springs Utilities.
- (c) Annual percentage increase is capped at 3.5% by Condition No. 6.
- (d) U.S. Department of Labor, Bureau of Labor Statistics considers monthly PPI values to be preliminary and subject to revision for four months after original publication.

(Page Intentionally Left Blank)

RESOLUTION NO. P&D 14-15

**THE BOARD OF COUNTY COMMISSIONERS
OF PUEBLO COUNTY, COLORADO**

**A RESOLUTION CONFIRMING THE COMMENCEMENT DATE FOR THE ANNUAL
INDEXING AND APPROVING THE ANNUAL INDEXING METHODOLOGY FOR
PURPOSES OF CALCULATING MONETARY MITIGATION REQUIRED UNDER
SDS 1041 PERMIT NO. 2008-002, CONDITION NO. 6**

WHEREAS, on April 21, 2009, the Board of County Commissioners of Pueblo County, Colorado enacted Resolution No. P&D 09-22 approving "1041 Permit No. 2008-002 with Terms and Conditions for Construction and Use of a Municipal Water Project Known as the Southern Delivery System within Pueblo County, Colorado" ("SDS 1041 Permit"). Colorado Springs Utilities ("Utilities") filed the SDS 1041 Permit Application on behalf of itself and its named project partners ("collectively, the Permit Applicant"). Condition No. 6 of the SDS 1041 Permit, entitled "Monetary Mitigation for Fountain Creek Impacts," requires the Permit Applicant to pay the sum of fifty million dollars (\$50,000,000.00) in accordance with a specified schedule to mitigate the impacts of SDS to Fountain Creek in Pueblo County. All such payments are to be made to the Fountain Creek Watershed, Flood Control and Greenway District ("District"); and

WHEREAS, in compliance with paragraph 2 of Condition No. 6, three hundred thousand dollars (\$300,000.00) of the required Monetary Mitigation--payable in equal annual installments of one hundred thousand dollars (\$100,000.00) that commenced on July 1, 2009--has been made by the Permit Applicant to the District in accordance with the schedule specified in Condition No. 6; and

WHEREAS, by Resolution No. 09-259 passed and adopted by the Pueblo Board of County Commissioners on September 29, 2009, the Board approved Utilities' payment of another three hundred thousand dollars (\$300,000.00) to the District as a payment toward the Monetary Mitigation for Fountain Creek impacts under Condition No. 6 of the SDS 1041 Permit, thereby reducing the Monetary Mitigation required to be paid by Applicant to the remaining sum of forty-nine million four hundred thousand dollars (\$49,400,000.00); and

WHEREAS, the principal remaining amount of forty-nine million four hundred thousand dollars (\$49,400,000.00) for Monetary Mitigation is to be paid on January 15 of the year following completion and commencement of water deliveries through the SDS Pipeline from Pueblo Reservoir to Colorado Springs, in five equal annual payments, with nine million four hundred thousand dollars (\$9,400,000.00) to be paid in the first annual installment, and with ten million dollars (\$10,000,000.00) to be paid in each of the four succeeding years; and

WHEREAS, the last paragraph of Condition No. 6 provides that:

"In the event completion of the SDS Project is delayed beyond 42 months after the effective date of the permit because of an affirmative decision made by Applicant, then the payments to be made by the Applicant pursuant to this paragraph shall begin to be made on such date, without regard to project construction status, or such payments shall be subject to annual indexing commencing 42 months after the effective date of the permit, to increase the amount of such payments as required to preserve their present

RESOLUTION NO. P&D 14- 15 (CONT.)

values, using the Colorado Front Range Producer Price Index, but not to exceed a maximum annual increase of 3.5%.”, and

WHEREAS, in a letter dated May 1, 2014 with Attachments “A”, “B”, and “C” from Utilities to Pueblo County (collectively, the “May 1, 2014 Letter”) attached hereto and made part of this Resolution, Utilities acknowledges that the annual indexing of the forty-nine million four hundred thousand dollars (\$49,400,000.00) remaining balance of the Monetary Mitigation pursuant to Condition 6 began on October 21, 2012; and

WHEREAS, as further stated in the May 1, 2014 letter, Utilities staff and its consultants, as well as Pueblo County staff, have been unable to locate an index by the name listed in the 1041 SDS Permit (i.e., “Colorado Front Range Producer Price Index”). It is therefore proposed that the parties agree upon the use of the U.S. Department of Labor, Bureau of Labor Statistics “Producer Price Index for Finished Goods”. The website location of this Index is identified in the May 1, 2014 Letter. Pueblo County staff concurs with Utilities that this National Producer Price Index (“PPI”) represents the entire marketed output of finished goods from U.S. producers and fulfills the stated intent of Condition No. 6, which is to preserve the present value of the monetary mitigation amount established in the 1041 SDS Permit; and

WHEREAS, Pueblo County staff concurs that the May 1, 2014 Letter provides a reasonable methodology for calculating the indexing factors to be applied to the annual installment payments due to the District. Additionally, in the May 1, 2014 Letter, Utilities concurs and agrees that the index factor shall never drop below zero in any given year even though there might be a negative PPI value in a given year (i.e., deflation); and

WHEREAS, using the methodology set forth in the May 1, 2014 Letter, the index factor on the first annual installment of nine million four hundred thousand dollars (\$9,400,000.00) for the period November 1, 2012 to November 2013 is calculated to be 0.77%, thereby adjusting that payment by an additional seven-two thousand three hundred eighty dollars (\$72,380.00), or to nine million four hundred seven-two thousand three hundred eighty dollars (\$9,472,380.00).

NOW, THEREFORE, BE IT RESOLVED by the Board of County Commissioners of Pueblo County, Colorado, that (1) the indexing of the Monetary Mitigation payments due pursuant to Condition No. 6 of the SDS 1041 Permit began on October 21, 2012; (2) the U.S. Department of Labor, Bureau of Labor Statistics “Producer Price Index for Finished Goods” shall be used in lieu of the “Colorado Front Range Producer Price Index” in Condition No. 6; and (3) the indexing methodology shall be used as set forth in the May 1, 2014 Letter.

PASSED AND ADOPTED this 14th day of May 2014, in Pueblo County, Colorado

**THE BOARD OF COUNTY COMMISSIONERS
OF PUEBLO COUNTY, COLORADO:**

By: 
Terry A. Hart, Chairman

ATTEST:

By: 
Gilbert Ortiz, County Clerk

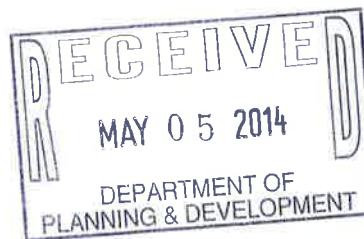


Colorado Springs Utilities

It's how we're all connected

May 1, 2014

Ms. Joan Armstrong
Director of Planning and Development
Pueblo County
229 W. 12th Street
Pueblo, CO 81003



Subject: Condition 6 – Monetary Mitigation for Fountain Creek Impacts, Southern Delivery System (SDS), 1041 Permit No. 2008-002

Dear Ms. Armstrong,

This letter is in response to both your January 14, 2013 letter requesting written acknowledgement that the annual indexing pursuant to Condition 6 of the 1041 permit began on October 21, 2012, and our subsequent conversations since that time on choosing an appropriate indexing calculation methodology that is consistent with the permit language.

The last paragraph of Condition 6 states as follows:

“In the event completion of the SDS Project is delayed beyond 42 months after the effective date of the permit because of an affirmative decision made by Applicant, then the payments to be made by the Applicant pursuant to this paragraph shall begin to be made on such date, without regard to project construction status, or such payments shall be subject to annual indexing commencing 42 months after the effective date of the permit, to increase the amount of such payments as required to preserve their present values, using the Colorado Front Range Producer Price Index, but not to exceed a maximum annual increase of 3.5%”

Colorado Springs Utilities (“CSU”) acknowledges that annual indexing of the \$49,400,000 remaining balance of the monetary mitigation pursuant to Condition 6 began on October 21, 2012.

That said, however, CSU and its consultants, as well as Pueblo County staff, have been unable to locate an index by the name listed in the permit (“Colorado Front Range Producer Price Index”). Hence, as recently indicated to you, we propose that the parties agree upon the use of the U.S. Department of Labor, Bureau of Labor Statistics “Producer Price Index for Finished Goods”, as can be found at <http://www.bls.gov/ppi/data.htm> (select “Top Picks” under “Commodity Data including stage-of-processing indexes (Producer Price Index - PPI)” and then select “Finished goods - WPUSOP3000”). This national PPI represents the entire marketed output of finished goods from U.S. producers and would fulfill the stated intent of Condition 6, i.e., to preserve the present value of the monetary mitigation amount established in the 1041 permit.

121 South Tejon Street, Third Floor
P.O. Box 1103, Mail Code 930
Colorado Springs, CO 80947-0930

Phone 719.668.4800
Fax 719.668.8734
<http://www.csu.org>

✓

May 1, 2014

In addition to obtaining an agreed upon understanding of the actual indexing metric to be employed in performing the Condition 6 calculation, CSU also wants to ensure that both the Applicant and Pueblo County agree upon the actual calculation methodology to be followed. In that regard, Condition 6 provides that:

“Payment shall be made as to the remaining forty-nine million seven hundred thousand (\$49,700,000) as follows: nine million seven hundred thousand (\$9,700,000) on January 15 of the year following completion and commencement of water deliveries through the SDS Pipeline from Pueblo Reservoir to Colorado Springs and in equal annual installments of ten million dollars (\$10,000,000) on January 15 of each of the four years thereafter.” [Note that an additional \$300,000 was paid by CSU to the FCWFCD, with the concurrence of Pueblo County, in 2009].

CSU believes that the following proposal represents an indexing calculation approach that honors the intent of this permit language. It has been prepared with the assistance of the Chief Financial Officer for Utilities and an independent outside economic consultant. A calculation procedure that incorporates a hypothetical example can be found as Attachment “A” hereto. In summary, the methodology would work as follows:

- As noted above, the parties have agreed that the 42-month date for commencing annual indexing as referenced in Condition 6 of the 1041 permit is October 21, 2012.
- Under one scenario, Condition 6 provides that if the SDS Pipeline is complete and water delivered to Colorado Springs on or before December 31, 2015, the initial payment would be due on January 15, 2016¹. Under this scenario there would be three “annual” twelve month indexing periods prior to the January 15, 2016 date, i.e., October 21, 2012 to October 21, 2015 (36 months total). The amount of the payment due on January 15, 2016, would thus reflect a net present value calculation for each of the three indexing periods: for administrative convenience, the PPI annual rate of inflation corresponding most closely to the indexing period will be used in the calculations, e.g., the published PPI for November 2012 and November 2013 will be used to calculate the net present value for the indexing period from October 21, 2012, to October 21, 2013. A copy of the applicable published preliminary PPI tables to be utilized can be found as Attachment “B” hereto and is provided for illustrative purposes only. The “final” PPI tables, as referenced in Step 11 of Attachment “A”, will also be employed. Copies of such tables shall be provided by CSU to the County as part of the confirmation process identified below.
 - For example, assuming that the PPI increased at a rate of 3.33% for each of the three annual periods, the amount owed would be calculated initially by multiplying \$9.4M by 3.33%. The resulting product would be added to the base amount (resulting in approximately \$9.713M) and that figure would then be multiplied again by 3.33% for the second annual period, with the resulting product added to the base amount and then increased a final time by the same 3.33%, resulting in a first payment in the approximate amount of \$10.37M on January 15, 2016.
 - The next payment, due on January 15, 2017, was originally in the amount of \$10M. This payment would now also be three years later in time than if the SDS Pipeline had been

¹ Each annual payment will be completed through two transactions. The principal due will be paid by January 15. The index-based payment will be paid within one month of the Bureau of Labor Statistics’ publication of a final PPI for November, typically in March.

May 1, 2014

completed by October 21, 2012. Rather than being paid on January 15, 2014, it would be paid on January 15, 2017. Thus, the parties would look to the annual PPI changes from October 21, 2013 to October 21, 2016, using the November to November PPI numbers, for purposes of adjusting this payment. If, once again, the PPI increased by 3.33% for each of the three one-year periods, the January 15, 2017 payment would be approximately \$11.03M.

- The same three twelve-month adjustments, reflecting the annual PPI changes, would be made for each of the next three \$10M payments, e.g., the adjustment for the January 15, 2018 payment would encompass the PPI changes for the three one-year periods from October 21, 2014 to October 21, 2017.
- Under a second scenario, if the SDS Pipeline was not completed and water was not delivered to Colorado Springs until some date in 2016, the first payment would be due on January 15, 2017. However, that payment would reflect four periods of PPI indexing, i.e., from October 21, 2012 to October 21, 2016. The amount of each of the remaining annual payments would be calculated following the same procedure outlined above, but each one would have four years of PPI indexing to maintain net present value.
- Within thirty (30) days of the adoption of the Board's Resolution as referenced below, and on or before December 31 of each year thereafter, CSU staff shall meet with Pueblo County staff for purposes of confirming the calculation and reaching agreement upon the principal amount to be paid by CSU on or before January 15 of the following year utilizing the calculation methodology more fully described above and in Attachment "A". On or before March 31 of each year, CSU staff shall meet with Pueblo County staff for purposes of confirming the PPIs for each of the November to November twelve month periods used in the calculation and reaching agreement upon the index-based amount to be paid by CSU utilizing the calculation methodology more fully described above and in Attachment "A". A sample calculation which assumes a 3.33% annual PPI and no further advance of principal beyond the \$600,000 paid to the FCWFCGD to date is provided as Attachment "C" hereto for illustrative purposes only. All documentation associated with such PPI determinations and subsequent calculations shall be retained by Pueblo County staff as a record of the process followed in reaching the payment amount.
- Though such a situation is not anticipated, to the extent there is a "negative" PPI in any annual period utilized in the calculation, the parties have agreed that such annual period will be treated as zero, or "no change" for that annual period.

Though the payments under Condition 6 are not due for a number of years, it would be in our mutual interests to confirm our agreement upon the intended index and calculation methodology at this time. It is my understanding that the Pueblo County Attorney's office will be preparing a separate Resolution for the Board of County Commissioners consideration which would reflect that confirmation.

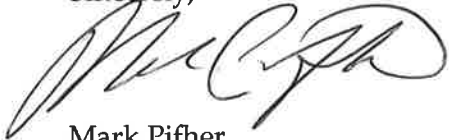
Thank you for your assistance.

Pifher Letter to Armstrong re: Condition 6

Page 4

May 1, 2014

Sincerely,

A handwritten signature in black ink, appearing to read 'Mark Pifher', with a stylized, cursive script.

Mark Pifher
SDS Permitting and Compliance Manager

Attachments: A (2 pages), B, and C

cc:

John Fredell

Rick Griffith

Keith Riley

Attachment A.

Procedure for Applying Annual Indexing to Monetary Mitigation Amounts under Condition No. 6

This procedure is for calculating annual indexing pursuant to Condition 6 of the 1041 permit. Annual indexing of the first planned mitigation payment began on October 21, 2012.

Line	Instruction	Input/Result
1	Start Year for Annual Indexing Calculation. Year for which this annual indexing calculation begins	
2	End Year for Annual Indexing Calculation. Year for which this annual indexing calculation ends	
3	Producer Price Index (PPI) for Start of Indexing Calculation. Published PPI value ^(a) for November of the year identified in Line 1	
4	PPI for End of Indexing Calculation. Published PPI value ^(a) for November of the year identified in Line 2	
5	Annual PPI Value Change. Subtract Line 3 from Line 4, enter -0- if Line 3 is more than Line 4	
6	Annual PPI Percent Change. Divide Line 5 by Line 3 and multiply by 100, enter -0- if Line 5 is -0- ^(b) , enter 3.5 if calculated value is greater than 3.5 ^(c)	
7	Maximum Amount to be Indexed. Annual payment identified in Condition No. 6, including any unpaid annual indexing for years prior to the year identified in Line 1	
8	Annual Advance Payment Amount (if any). Total of advance payments made between October of the year in Line 1 and October of the year in Line 2	
9	Current Amount to be Indexed (principal and prior years' indexing). Subtract Line 8 from Line 7	
10	Annual Index-based Amount. Multiply Line 9 by Line 6 and divide by 100, enter -0- if Line 4 is -0-	
11	Total Annual Payment Amount with Indexing. Add Line 9 and Line 10. This is the total annual payment if the amount identified in Line 9 is paid by January 15 of the year following the year identified in Line 2 and the amount identified in Line 10 is paid within one month of U.S. Bureau of Labor Statistics' publication of a final PPI ^(d) for use in Line 4. If these amounts are not paid, repeat the steps in Lines 1 through 10 using information for the next annual indexing period	

Notes:

- (a) Data Source: U.S. Department of Labor, Bureau of Labor Statistics "Producer Price Index for Finished Goods", as can be found at <http://www.bls.gov/ppi/data.htm> (select "Top Picks" under "Commodity Data including stage-of-processing indexes (Producer Price Index - PPI)" and then select "Finished goods - WPUSOP3000").
- (b) Negative annual percentage change is considered 0% by mutual agreement of Pueblo County and Colorado Springs Utilities
- (c) Annual percentage increase is capped at 3.5% by Condition No. 6
- (d) U.S Department of Labor, Bureau of Labor Statistics considers monthly PPI values to be preliminary and subject to revision for four months after original publication.

Attachment A.

Procedure for Applying Annual Indexing to Monetary Mitigation Amounts under Condition No. 6

This procedure is for calculating annual indexing pursuant to Condition 6 of the 1041 permit. Annual indexing of the first planned mitigation payment began on October 21, 2012.

Line	Instruction	Input/Result
1	Start Year for Annual Indexing Calculation. Year for which this annual indexing calculation begins	2012
2	End Year for Annual Indexing Calculation. Year for which this annual indexing calculation ends	2013
3	Producer Price Index (PPI) for Start of Indexing Calculation. Published PPI value ^(a) for November of the year identified in Line 1	194.5
4	PPI for End of Indexing Calculation. Published PPI value ^(a) for November of the year identified in Line 2	196.0
5	Annual PPI Value Change. Subtract Line 3 from Line 4, enter -0- if Line 3 is more than Line 4	1.5
6	Annual PPI Percent Change. Divide Line 5 by Line 3 and multiply by 100, enter -0- if Line 5 is -0- ^(b) , enter 3.5 if calculated value is greater than 3.5 ^(c)	0.77
7	Maximum Amount to be Indexed. Annual payment identified in Condition No. 6, including any unpaid annual indexing for years prior to the year identified in Line 1	\$ 9,400,000
8	Annual Advance Payment Amount (if any). Total of advance payments made between October of the year in Line 1 and October of the year in Line 2	\$ -
9	Current Amount to be Indexed (principal and prior years' indexing). Subtract Line 8 from Line 7	\$ 9,400,000
10	Annual Index-based Amount. Multiply Line 9 by Line 6 and divide by 100, enter -0- if Line 4 is -0-	\$ 72,380
11	Total Annual Payment Amount with Indexing. Add Line 9 and Line 10. This is the total annual payment if the amount identified in Line 9 is paid by January 15 of the year following the year identified in Line 2 and the amount identified in Line 10 is paid within one month of U.S. Bureau of Labor Statistics' publication of a final PPI ^(d) for use in Line 4. If these amounts are not paid, repeat the steps in Lines 1 through 10 using information for the next annual indexing period	\$ 9,472,380

Notes:

- (a) Data Source: U.S. Department of Labor, Bureau of Labor Statistics "Producer Price Index for Finished Goods", as can be found at <http://www.bls.gov/ppi/data.htm> (select "Top Picks" under "Commodity Data including stage-of-processing indexes (Producer Price Index - PPI)" and then select "Finished goods - WPUSOP3000").
- (b) Negative annual percentage change is considered 0% by mutual agreement of Pueblo County and Colorado Springs Utilities
- (c) Annual percentage increase is capped at 3.5% by Condition No. 6
- (d) U.S Department of Labor, Bureau of Labor Statistics considers monthly PPI values to be preliminary and subject to revision for four months after original publication.

ATTACHMENT B

[A to Z Index](#) | [FAQs](#) | [About BLS](#) | [Contact Us](#) | [Subscribe to E-mail Up](#)[Follow Us](#) | [What's New](#) | [Release Calendar](#)[Search BLS.gov](#)[Home](#)[Subjects](#)[Data Tools](#)[Publications](#)[Economic Releases](#)[Students](#)[Beta](#)

Databases, Tables & Calculators by Subject

FONT SIZE:

Change Output Options: From: 2004 To: 2014

☐ Include graphs[More Formatting Options](#)

Data extracted on: May 1, 2014 (5:01:21 PM)

Producer Price Index-Commodities

Series Id: WPUSOP3000

Not Seasonally Adjusted

Group: Stage of processing

Item: Finished goods

Base Date: 198200

Download: .xls

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual
2004	145.4	145.3	146.3	147.3	148.9	148.7	148.5	148.5	148.7	152.0	151.7	150.6	148.5
2005	151.4	152.1	153.6	154.4	154.3	154.2	155.5	156.3	158.9	160.9	158.3	158.7	155.7
2006	159.9	158.0	159.1	160.7	161.2	161.8	161.7	162.3	160.3	158.9	159.8	160.5	160.4
2007	160.1	161.8	164.1	165.9	167.5	167.2	168.5	166.1	167.4	168.6	171.4	170.4	166.6
2008	172.0	172.3	175.1	176.5	179.8	182.4	185.1	182.2	182.2	177.4	172.0	168.8	177.1
2009	170.4	169.9	169.1	170.3	171.1	174.3	172.4	174.2	173.2	173.8	175.7(R)	176.0	172.5
2010	178.0	177.0	179.1	179.5	179.8	179.0	179.5	179.9	180.0	181.2	181.6	182.6	179.8
2011	184.4	186.6	189.1	191.4	192.5	191.4	192.2	191.7	192.6	191.8	191.7	191.1	190.5
2012	192.0	192.9	194.4	194.9	193.7	192.8	193.2	195.4	196.7	196.3	194.5	193.7	194.2
2013	194.8	196.3	196.6	195.9	196.8	197.2	197.2	197.9	197.3	196.9	196.0	196.1(P)	196.6(P)
2014	197.7(P)	198.8(P)	199.9(P)										

R : Revised

P : Preliminary. All indexes are subject to revision four months after original publication.

TOOLS

[Areas at a Glance](#)
[Industries at a Glance](#)
[Economic Releases](#)
[Databases & Tables](#)
[Maps](#)

CALCULATORS

[Inflation](#)
[Location Quotient](#)
[Injury And Illness](#)

HELP

[Help & Tutorials](#)
[FAQs](#)
[Glossary](#)
[About BLS](#)
[Contact Us](#)

INFO

[What's New](#)
[Careers @ BLS](#)
[Find It! DOL](#)
[Join our Mailing Lists](#)
[Linking & Copyright Info](#)

RESOURCES

[Inspector General \(OIG\)](#)
[Budget and Performance](#)
[No Fear Act](#)
[USA.gov](#)
[Benefits.gov](#)
[Disability.gov](#)

[Freedom of Information Act](#) | [Privacy & Security Statement](#) | [Disclaimers](#) | [Customer Survey](#) | [Important Web Site Notices](#)

U.S. Bureau of Labor Statistics | Postal Square Building, 2 Massachusetts Avenue, NE Washington, DC 20212-0001
www.bls.gov | Telephone: 1-202-691-5200 | TDD: 1-800-877-8339 | [Contact Us](#)

npv @ 3.33% =	\$0
npv @ 3.33% =	\$0
npv @ 3.33% =	\$0
npv @ 3.33% =	\$0
npv @ 3.33% =	\$0
TOTAL	\$0

Annual % Increase in Index	0.00%	3.33333333%	3.33333333%	3.33333333%	3.33333333%	3.33333333%	3.33333333%	3.33333333%	3.33333333%	3.33333333%
Annual Accrual Date	10/21/2012	10/21/2013	10/21/2014	10/21/2015	10/21/2016	10/21/2017	10/21/2018	10/21/2019	10/21/2020	
Payment Date	1/15/2013	1/15/2014	1/15/2015	1/15/2016	1/15/2017	1/15/2018	1/15/2019	1/15/2020		
Payment 1	\$ 9,400,000	\$ 9,713,333	\$ 10,037,111	\$ 10,371,681	\$ -	\$ -	\$ -	\$ -	\$ -	
Payment 2	\$ 10,000,000	\$ 10,000,000	\$ 10,333,333	\$ 10,677,778	\$ 11,033,704	\$ -	\$ -	\$ -	\$ -	
Payment 3	\$ 10,000,000	\$ 10,000,000	\$ 10,000,000	\$ 10,333,333	\$ 10,677,778	\$ 11,033,704	\$ -	\$ -	\$ -	
Payment 4	\$ 10,000,000	\$ 10,000,000	\$ 10,000,000	\$ 10,000,000	\$ 10,333,333	\$ 10,677,778	\$ 11,033,704	\$ -	\$ -	
Payment 5	\$ 10,000,000	\$ 10,000,000	\$ 10,000,000	\$ 10,000,000	\$ 10,000,000	\$ 10,333,333	\$ 10,677,778	\$ 11,033,704	\$ 11,033,704	
REMAINING BALANCE	\$ 49,400,000	\$ 49,713,333	\$ 50,370,444	\$ 41,011,111	\$ 31,011,111	\$ 21,011,111	\$ 10,677,778	\$ -	\$ -	

Payment 1	\$	(9,400,000)	\$
Payment 2			
Payment 3			
Payment 4			
Payment 5			

-	\$	-	\$	10,371,681
(10,000,000)	\$	-	\$	-
	\$	(10,000,000)	\$	-
				(10,000,000)

\$	11,033,704		
\$	\$	11,033,704	
\$	\$		11,033,704
\$	(10,000,000)	\$	\$

npv @ 3.33% =
npv @ 3.33% =
npv @ 3.33% =
npv @ 3.33% =
npv @ 3.33% =

TOTAL	\$0
--------------	------------