

### **Required Customer Communication**

## To PNM Customers:

The enclosed document is required by the New Mexico Public Regulation Commission ("NMPRC"). The purpose of the document is to provide notice of PNM's proposal regarding the 2019 renewable filing.

The notice:

- Describes the NMPRC process to consider this request; and
- Describes how you can participate in this process if you choose to do so.

If you **do** wish to participate in this process, the attachment provides details on how to take part.

If you do not wish to participate in this process, no action is required on your part.

#### BEFORE THE NEW MEXICO PUBLIC REGULATION COMMISSION

IN THE MATTER OF PUBLIC SERVICE	)
COMPANY OF NEW MEXICO'S	)
RENEWABLE ENERGY ACT PLAN	)
FOR 2020 AND PROPOSED 2020 RIDER	)
RATE UNDER RATE RIDER NO. 36	) Case No. 19-00159-UT
	)
PUBLIC SERVICE COMPANY OF NEW	)
MEXICO,	)
Applicant	)
	)

#### REVISED NOTICE OF PROCEEDING AND HEARING

# THIS NOTICE CORRECTS AN ERROR IN THE PRESENT BILL CALCULATIONS IN THE NOTICE PREVIOUSLY PUBLISHED IN THIS PROCEEDING.

In the June 3, 2019 Application filed by Public Service Company of New Mexico ("PNM") in this proceeding, PNM included a table showing the impacts on customers' monthly bills resulting from PNM's 2020 Renewable Energy Act Plan ("2020 Plan"). The table, however, included incorrect estimates of customers' current monthly bills. When compared to the new monthly bills estimated by PNM, the table showed a decrease in customers' monthly bills. The table was included in the Notice of Proceeding and Hearing dated June 17, 2019 that was issued by the Commission and sent to all PNM customers.

PNM subsequently notified the Commission of PNM's error, and this Revised Notice is being issued to correct the error. When corrected, as shown in the revised table shown below, the impacts anticipated by PNM will be increases in monthly bills rather than the decreases reflected in the June 17, 2019 Notice.

The June 17, 2019 Notice of Proceeding and Hearing, as corrected, is set forth below:

PNM filed its June 3, 2019Application for Approval of its Renewable Energy Act Plan for 2020 ("2020 Plan") pursuant to the Renewable Energy Act, NMSA 1978, Sections 62-16-1 to -10 ("REA"), and the Public Regulation Commission's Renewable Energy Rule, 17.9.572 NMAC ("Rule 572"). PNM's Application asks the Commission to approve its 2020 Plan, including the following new or continued approvals:

- Approval of the 2020 Plan, including the new La Joya II wind procurement and a continuation of the Customer Solar REC Purchase Program ("CSPP") program for DG systems sized up to 100 kW and the Capacity Reservation program for DG systems sized over 100 kW and up to 1 MW;
- Approval to reset the Renewable Energy Rider, Rider No. 36 ("Rider 36") rate from \$0.0066138 per kWh to \$0.0070504 effective January 1, 2020;
- Approval to amend the fuel and purchased power cost adjustment clause, Rider No. 23 ("FPPCAC"), to (1) reset the "Fuel Clause Year" to begin on January 1st to match Rider 36; (2) eliminate "Large Capped Customers," "Exempt Customers," and "Other Customers" allocation; and (3) include a mechanism to collect a new FPPCAC credit for certain governmental customers;
- Approval of a variance from the requirements of 17.9.572 NMAC ("Rule 572") and the Final Order in Case
  No. 14-00158-UT that are inconsistent with the recent amendments to the REA;
  - -- Approval of a variance from the 2020 RPS under 17.9.572.10 NMAC; and
  - To the extent necessary, a variance from the data filing requirements of 17.9.530NMAC.

As a part of the Application, PNM proposes to recover \$58,935,081 through Rider 36, as compared with \$49,520,802 to be recovered in 2019, an increase of \$9,414,279.

PNM is proposing that the following Revised Rider No. 36 rates become effective January 1, 2020, in addition to any other charges that the customer is paying, and be collected through a line item charge on customers' bills.

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Affected Electric Rate Classes	Tariff Applied	Current Rate (As of April 27, 2019)	Proposed Rate To be Effective January 1, 2020
Residential Service 1A & 1B	PNM Rider No. 36	\$0.0066138 per kWh	\$0.0070504 per kWh
Small Power Service 2A & 2B	PNM Rider No. 36	\$0.0066138 per kWh	\$0.0070504 per kWh
General Power Service 3B & 3C	PNM Rider No. 36	\$0.0066138 per kWh	\$0.0070504 per kWh
Large Power Service 4B	PNM Rider No. 36	\$0.0066138 per kWh	\$0.0070504 per kWh
Large Power Service for Customers >=8,000kW 5B	PNM Rider No. 36	\$0.0066138 per kWh	\$0.0070504 per kWh
Private Area Lighting Service 6	PNM Rider No. 36	\$0.0066138 per kWh	\$0.0070504 per kWh
Irrigation Service 10A & 10B	PNM Rider No. 36	\$0.0066138 per kWh	\$0.0070504 per kWh
Water & Sewage Pumping 11B	PNM Rider No. 36	\$0.0066138 per kWh	\$0.0070504 per kWh
Large Service for Public Universities 15B	PNM Rider No. 36	\$0.0066138 per kWh	\$0.0070504 per kWh
Streetlighting and Floodlighting Service 20	PNM Rider No. 36	\$0.0066138 per kWh	\$0.0070504 per kWh

Large Service, Manufacturing – Distribution Level 30B	PNM Rider No. 36	\$0.0066138 per kWh	\$0.0070504 per kWh
Large Service for Station Power 33B	PNM Rider No. 36	\$0.0066138 per kWh	\$0.0070504 per kWh
Large Power Service >=3,000kW 35B	PNM Rider No. 36	\$0.0066138 per kWh	\$0.0070504 per kWh
Special Service -Renw. Energy Res. 36B	PNM Rider No. 36	\$0.0066138 per kWh	\$0.0070504 per kWh

For PNM residential customers on Rate Schedule 1A without demand meters, the present average monthly bill and the anticipated bill for each of the following levels of consumption are as follows:

Consumption (kWh)	Present Bill*		Anticipated Bill
0	\$7.11		\$7.11
250	<del>\$33.31</del>	\$31.31	\$32.41
500	<del>\$61.17</del>	\$57.18	\$59.37
750	<del>\$95.71</del>	\$89.72	\$93.00
1000	<del>\$131.93</del>	\$123.95	\$128.32
2000	<del>\$286.97</del>	\$271.01	\$279.76

<sup>\*</sup> Strikethroughs noted in the table indicate incorrect dollar amounts estimated by PNM and included in the original notice.

The proposed rate changes stated by customer rate class are for informational purposes. The final rates approved by the Commission in this proceeding may vary from the rates set forth above.

On June 7, 2019, the Commission entered an Order designating the undersigned to preside over this proceeding and to issue a Recommended Decision.

Further information regarding this case can be obtained by contacting PNM or the Commission at the addresses and telephone numbers provided below. The Commission has assigned Case No. 19-00159-UT to this proceeding and all inquiries or written comments concerning this matter should refer to that case number.

The present procedural schedule for this case is as follows:

- a. On or before October 2, 2019, any person desiring to intervene to become a party ("intervenor") in this case must file a motion for leave to intervene in conformity with NMPRC Rules of Procedure, 1.2.2.23(A) and (B) NMAC.
- b. Staff and any intervenor testimony shall be filed by October 2, 2019.
- c. Rebuttal testimony shall be filed by October 15, 2019.
- d. A public hearing on this matter shall be held beginning on October 24, 2019 commencing at 9:00 a.m. in the Ground Floor Hearing Room of the Commission, P.E.R.A. Building, 1120 Paseo de Peralta, Santa Fe, New Mexico, and continuing on succeeding days through October 25, 2019, as determined by the Hearing Examiner.

The procedural dates and requirements of this case are subject to further order of the Commission or Hearing Examiner.

The Commission's Rules of Procedure, 1.2.2 NMAC shall apply to this case except as modified by order of the Commission or Hearing Examiner. A copy of such Rules may be obtained from the offices of the Commission and such Rules are available at the official NMAC website: http://164.64.110.134/parts/title01/01.002.0002.html .

Any person whose testimony has been filed shall attend the hearing and submit to examination under oath.

Any interested person may appear at the time and place of the hearing and make written or oral comment pursuant to 1.2.2.23(F) NMAC without becoming an intervenor. Written comments, which shall reference NMPRC Case No. 19-00159-UT, also may be sent to the Commission at the following address:

New Mexico Public Regulation Commission P.E.R.A. Building 1120 Paseo de Peralta P.O. Box 1269 Santa Fe, NM 87504-1269 Telephone: (888) 427-5772

However, pursuant to Commission rule 1.2.2.23(F) NMAC, comments will not be considered as evidence in this

Interested persons should contact the Commission for confirmation of the hearing date, time and place since hearings are occasionally rescheduled. Any interested person may examine PNM's Application and all other pleadings, testimony, exhibits and other documents filed in the public record for this case at the Commission's address set out above or at the offices of PNM at the following address:

Public Service Company of New Mexico 414 Silver Ave. SW Albuquerque, New Mexico 87102 Telephone: (505) 241-2700

Anyone filing pleadings, testimony and other documents in this case may file them either in person at the Commission's docketing office in the P.E.R.A. Building in Santa Fe, New Mexico, or by mail to the Commission's address at P.O. Box 1269, Santa Fe, New Mexico 87504-1269, and must serve copies thereof on all parties of record and the Commission's Utility Division Staff ("Staff") in the manner indicated on the Certificate of Service for this case. All filings shall be e-mailed to Staff and the parties on the date they are filed with the Commission. All filings shall be e-mailed to the Hearing Examiner at Ashley. Schannauer@state.nm.us. Additional details regarding this proceeding and its procedural requirements are set forth in the Hearing Examiner's Procedural Orders, issued June 17 and July 30, 2019.

Individuals with a disability who are in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aid or service to attend or participate in the hearing, may contact the Commission at least 24 hours prior to the hearing. Public documents associated with the hearing can be provided in various accessible forms for disabled individuals. Requests for summaries or other types of accessible forms also should be addressed to the Utility Division at (888) 427-5772.

ISSUED at Santa Fe, New Mexico this 30th day of July 2019.

NEW MEXICO PUBLIC REGULATION COMMISSION
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