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December 20, 2013

Mr. Nick Guillen New Mexico Public Regulation Commission P.E.R.A. Building 1120 Paseo de Peralta Santa Fe, NM 87501

RE: Application of Public Service Company of New Mexico for Approval to Abandon San Juan Generating Station Units 2 and 3, Issuance of CCNs for Replacement Power Resources, Issuance of Accounting Orders and Determination of Ratemaking Principles and Treatment

Dear Mr. Guillen:

Public Service Company of New Mexico ("PNM" or "Company") hereby files its Application and supporting direct testimony with the New Mexico Public Regulation Commission ("NMPRC") for the approvals needed for the Company to make important changes in the operation of the San Juan Generating Station ("SJGS") that are necessary for, or will facilitate, compliance with the federal Clean Air Act associated with a Revised State Implementation Plan ("Revised SIP") issued by the New Mexico Environmental Improvement Board ("EIB"), which is pending approval by the Environmental Protection Agency ("EPA"). Exhibits to the Application include a Proposed Form of Notice and a Glossary. The filing also includes an Executive Summary. PNM is requesting that the NMPRC issue its final order within 9 months, but no more than 12 months, after the filing of this Application.

The Direct Testimony and Exhibits of the following witnesses is included with this filing: Gerard T. Ortiz; Ronald N. Darnell; Chris M. Olson; Patrick J. O'Connell; Thomas G. Sategna; Terry R. Horn; Henry E. Monroy; J. Edward Cichanowicz; and John J. Reed.

All notices, pleadings, documents and other communications regarding this case should be sent to the following individuals:

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The original and six copies are for filing. Please conform the extra copy for our files and return with our courier.

Enclosed is a check for the filing fee of \$25. If you have any questions regarding this filing, please contact me at 505-241-2498.

Respectfully,

Mark Fenton

Director, Regulatory Policy and Case Management

Public Service Company of New Mexico

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GCG # 517347