

PNM EXHIBIT HEM-2

Consisting of 1 page

PNM Exhibit HEM-2
 Summary of 2018 Estimated Revenue Requirements RSIP with PV Unit 3

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Line No.	Description	A Amount	B Reference
1	Estimated Incremental Annual Revenue Requirement for Undepreciated Investment in SJGS Unit 2 and 3		
2	Incremental Revenue Requirement	\$ 4,124,122	PNM Exhibit HEM-4, Page 1, Column A, Line 30
3	Subtotal	<u>4,124,122</u>	
4			
5	SNCR and Replacement Power Revenue Requirements		
6	Estimated 2018 Palo Verde Unit 3 Revenue Requirement	67,758,087	PNM Exhibit HEM-5, Page 1, Column C, Line 49
7	Estimated 2018 SNCR Revenue Requirement	12,685,971	PNM Exhibit HEM-6, Page 1, Column A, Line 28
8	Estimated 2018 Revenue Requirement for 177 MW Gas Peaker	21,537,655	PNM Exhibit HEM-7, Page 1, Column A, Line 47
9	Estimated 2018 Revenue Requirement for 40 MW Solar Facility	<u>11,027,796</u>	PNM Exhibit HEM-8, Page 1, Column A, Line 28
10	Subtotal	113,009,509	
11			
12	Other Impacts of Revised SIP Compared to FIP		
13	O&M and Fuel Handling Savings	(22,301,049)	
14	Base Fuel Impacts	<u>(3,127,294)</u>	
15	Subtotal	(25,428,343)	
16			
17	Total Revised SIP with PV3 Revenue Requirement	<u><u>\$ 91,705,288</u></u>	