

BEFORE THE NEW MEXICO PUBLIC REGULATION COMMISSION

**IN THE MATTER OF PUBLIC SERVICE COMPANY)
OF NEW MEXICO’S FIRST ANNUAL GRID)
MODERNIZATION RECONCILIATION FILING)
PURSUANT TO THE COMMISSION’S FINAL ORDER) Docket No. 26-00000__
)
PUBLIC SERVICE COMPANY OF NEW MEXICO,)
)
Applicant.)
_____)**

**DIRECT TESTIMONY
OF
REINA N. GUTIERREZ**

March 2, 2026

NMPRC DOCKET NO. 26-00000
INDEX TO THE DIRECT TESTIMONY OF
REINA N. GUTIERREZ

WITNESS FOR
PUBLIC SERVICE COMPANY OF NEW MEXICO

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Affidavit

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I. INTRODUCTION AND PURPOSE

Q. Please state your name, position and business address.

A. My name is Reina N. Gutierrez. I am the Senior Manager of Cost of Service for PNMR Services Company. My address is 414 Silver Avenue, SW, Albuquerque, New Mexico 87102. I am testifying on behalf of Public Service Company of New Mexico (“PNM” or “Company”).

Q. Please describe your educational background and professional experience.

A. My educational background and professional experience are summarized in PNM Exhibit RNG-1

Q. Please describe your responsibilities as Senior Manager of Cost of Service.

A. I am responsible for revenue requirement and cost of service-related work for the public utility subsidiaries of TXNM Energy Inc., including PNM. This responsibility includes preparation of revenue requirement analysis and testimony for regulatory filings.

Q. Please state the purpose of your Direct Testimony.

A. My Direct Testimony will provide an update to PNM’s year one Rider 60 Grid Modernization rider (“Rider 60”) revenue requirement based upon operations & maintenance (“O&M”), capital investments and relative cost components as reflected in PNM’s books and records as of December 31, 2025. I will also provide

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1 a summary of any variance from what was approved by the Commission in Docket
2 No. 22-00058-UT and updated through Docket No. 25-00049-UT.

3

4 **II. RIDER 60 GRID MODERNIZATION REVENUE REQUIREMENT, YEAR**
5 **ONE**

6 **Q. Has PNM updated its year one revenue requirement based on actual O&M**
7 **charges and capital investments that went into service as of December 31,**
8 **2025?**

9 **A.** Yes, the year one revenue requirement has been updated for actual O&M charges
10 and capital investments in service as of December 31, 2025. Please see PNM Table
11 RNG-1 below for a summary of the year one Rider 60 revenue requirement by
12 project. Please see PNM Exhibit RNG-2 for the updated estimated monthly revenue
13 requirement for year one by cost component.

PNM Table RNG-1 Grid Modernization Revenue Requirements by Project (\$ in thousands)	
	Year One Actuals
ADMS	\$ 2
Advanced Metering	2,790
Customer Information & Analytics	840
Cybersecurity	-
Data Management & Architecture	919
Distribution Planning & Engineering	-
Distribution Automation	-
Telecommunications	375
Program Oversight	2,748
Total Revenue Requirement	\$ 7,674

14

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1 **Q. Have there been any changes in cost components included in the updated Grid**
2 **Modernization annual revenue requirement compared to what was presented**
3 **in PNM’s original application in Docket No. 22-00058-UT and the first annual**
4 **review filing in Docket No. 25-00049-UT?**

5 **A.** No. PNM’s Rider 60 revenue requirement cost components remain the same as its
6 initial application. Rider 60 revenue requirement components consist of rate base,
7 return on rate base, operation and maintenance expense, depreciation expense, and
8 tax expense.

9

10 **Q. Have there been any changes in accounting included in the updated Grid**
11 **Modernization annual revenue requirement compared to what was presented**
12 **in PNM’s original application in Docket No. 22-00058-UT and the first annual**
13 **review filing in Docket No. 25-00049-UT?**

14 **A.** Yes, the Federal Energy Regulatory Commission (“FERC”) issued Order No. 898
15 (“FERC 898”) on June 29, 2023, with an effective date of January 1, 2025. FERC
16 898 amended the Uniform System of Accounts for electric utilities. Specifically,
17 new accounts were created within existing functions (i.e., production, distribution
18 and transmission) for computer hardware, software, and communication
19 equipment. PNM implemented the accounting structure as defined by FERC 898
20 on January 1, 2025. As a result of the implementation, the Grid Modernization
21 accounting structure has shifted software costs previously reflected in general and
22 intangible (“G&I”) function, to now be reflected in the function that they serve of

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1 distribution. PNM Exhibit RNG-2 has been updated to reflect the appropriate
2 accounting classifications as defined by FERC 898.

3

4 **Q. Is PNM capitalizing software as a service (“SaaS”) costs?**

5 **A.** No. As a result of the final order in Docket No. 25-00049-UT,¹ issued on February
6 26, 2026, PNM is accounting for SaaS costs in O&M within the Rider 60 revenue
7 requirement. PNM incurred \$704,238 of SaaS costs in 2025. Such costs are reflected
8 in AMI Infrastructure O&M costs.

9

10 **Q. What is the difference between the year one revenue requirement in PNM’s**
11 **original filing in Docket No. 22-00058-UT and the actual year one revenue**
12 **requirement?**

13 **A.** Please see PNM Table RNG-2 below for a summary of the year one Rider 60
14 revenue requirement by project as compared to the approved revenue requirement
15 in Docket No. 22-00058-UT.

16

¹ Docket No. 25-00049-UT, Final Order at Decretal Paragraph (C) (Feb. 26, 2026) (“PNM’s request to reclassify SaaS costs from O&M to capital is DENIED without prejudice.”).

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PNM Table RNG-2 Grid Modernization Revenue Requirements by Project (\$ in thousands)			
	Year One Actuals	Year One 22-00058-UT	Year One Change
ADMS	\$ 2	\$ 824	\$ (821)
Advanced Metering	2,790	5,744	(2,955)
Customer Information & Analytics	840	-	840
Cybersecurity	-	9	(9)
Data Management & Architecture	919	1,216	(297)
Distribution Planning & Engineering	-	384	(384)
Distribution Automation	-	37	(37)
Telecommunications	375	391	(16)
Program Oversight	2,748	1,189	1,559
Total Revenue Requirement	\$ 7,674	\$ 9,794	\$ (2,120)

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Q. What is the difference between the year one revenue requirement as updated in Docket No. 25-00049-UT and the actual year one revenue requirement?

A. Please see PNM Table RNG-3 below for a summary of the year one Rider 60 revenue requirement by project as compared to the updated revenue requirement in Docket No. 25-00049-UT.

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PNM Table RNG-3 Grid Modernization Revenue Requirements by Project (\$ in thousands)			
	Year One Actuals	Year One 25-00049-UT	Year One Change
ADMS	\$ 2	\$ 134	\$ (132)
Advanced Metering	2,790	3,943	(1,154)
Customer Information & Analytics	840	1,152	(312)
Cybersecurity	-	1	(1)
Data Management & Architecture	919	1,720	(801)
Distribution Planning & Engineering	-	384	(384)
Distribution Automation	-	10	(10)
Telecommunications	375	818	(444)
Program Oversight	2,748	2,056	692
Total Revenue Requirement	\$ 7,674	\$ 10,218	\$ (2,544)

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Q. What capital costs are included in the final year one revenue requirement?

A. Year one capital costs include capital additions for Advanced Metering Infrastructure (“AMI”), Data Management & Architecture, and Telecommunications. Please see PNM Table RNG-4 below for a summary of year one actual capital additions.

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PNM Table RNG-4 Grid Modernization Capital Clearings by Project (\$ in thousands)						
	Year One Actuals	Year One 22-00058-UT	Year One Change	Year One Actuals	Year One 25-00049-UT	Year One Change
ADMS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Advanced Metering						
Meter Installation Costs	-	-	-	-	-	-
Meter and Meter Infrastructure Costs	18,206	1,685	16,521	18,206	18,522	(316)
Total Advanced Metering	18,206	1,685	16,521	18,206	18,522	(316)
Customer Information & Analytics	-	-	-	-	-	-
Cybersecurity	-	69	(69)	-	79	(79)
Data Management & Architecture	2,837	2,865	(28)	2,837	5,311	(2,474)
Distribution Automation	-	4,153	(4,153)	-	-	-
Distribution Planning & Engineering	-	-	-	-	-	-
Telecommunications	2,927	183	2,744	2,927	3,307	(380)
Total Grid Modernization Capital Clearings	\$ 23,970	\$ 8,954	\$ 15,015	\$ 23,970	\$ 27,219	\$ (3,249)

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3 **Q. What O&M costs are included in the final year one revenue requirement?**

4 **A.** Year one O&M costs include O&M expenses for advanced distribution management
5 system (“ADMS”), AMI, Customer Information & Analytics, Cybersecurity,
6 Customer Information & Analytics, Data Management & Architecture, and Program
7 Oversight. Please see PNM Table RNG-5 below for a summary of year one actual
8 O&M expense.

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PNM Table RNG-5 Grid Modernization O&M Expense by Project (\$ in thousands)						
	Year One Actuals	Year One 22-00058-UT	Year One Change	Year One Actuals	Year One 25-00049-UT	Year One Change
ADMS	\$ 2	\$ 819	\$ (817)	\$ 2.11	\$ 133	\$ (131)
Advanced Metering						
Meter Installation Costs	-	-	-	-	-	-
Meter and Meter Infrastructure Costs	2,376	5,704	(3,328)	2,376	3,552	(1,175)
Total Advanced Metering	2,376	5,704	(3,328)	2,376	3,552	(1,175)
Customer Information & Analytics	836	-	836	836	1,146	(310)
Cybersecurity	-	-	-	-	-	-
Data Management & Architecture	139	1,105	(966)	139	1,105	(966)
Distribution Automation	-	10	(10)	-	10	(10)
Distribution Planning & Engineering	-	382	(382)	-	382	(382)
Telecommunications	-	383	(383)	-	383	(383)
Program Oversight	2,734	1,183	1,552	2,734	2,045	689
Total Grid Modernization Capital Clearings	\$ 6,088	\$ 9,587	\$ (3,499)	\$ 6,088	\$ 8,757	\$ (2,669)

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3 **Q. What are the main drivers for the variance in the year one Rider 60 revenue**
4 **requirement from PNM’s original filing in Docket No. 22-00058-UT and the**
5 **first annual review filing in Docket No. 25-00049-UT?**

6 **A.** The change in the Rider 60 revenue requirement in year one from Docket No. 22-
7 00058-UT is primarily driven by the increase in AMI Infrastructure capital and
8 decrease in AMI Infrastructure O&M. The change in year one from the updated
9 filing in Docket No. 25-00049-UT is primarily driven by the decrease in Data
10 Management capital and O&M and the decrease in AMI Infrastructure O&M. For

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1 further discussion of the differences in Data Management and AMI Infrastructure,
2 please refer to the Direct Testimony of PNM witness Jonathan Hawkins.

3

4

III. CONCLUSION

5 **Q. Please summarize the main points of your testimony.**

6 **A.** In compliance with the Commission's final order in Docket No. 25-00049-UT and
7 to support additional review of the materials, PNM is filing the Rider 60 Grid
8 Modernization and supporting testimony 15 days in advance of the planned Advice
9 Notice. Upon the filing of the Advice Notice, PNM is requesting the approval of
10 the year one revenue requirement as presented above and in PNM Exhibit RNG-2
11 for implementation into rates as calculated by PNM witness Heidi M. Pitts.

12

13 **Q. Does this conclude your testimony?**

14 **A.** Yes, it does.

GCG#534890

Reina N.Gutierrez's Resume

PNM Exhibit RNG-1

Is contained in the following 1 page.

REINA N. GUTIERREZ
EDUCATIONAL AND PROFESSIONAL SUMMARY

Name: Reina N. Gutierrez

Address: PNMR Services Company
MS 1105
414 Silver SW
Albuquerque, NM 87102

Position: Senior Manager, Cost of Service

Education: Bachelor of Business Administration – Accounting, University of New Mexico, 2016

Licenses and Certifications:

Certified Public Accountant, New Mexico State Board of Accountancy, 2019

Professional Experience:

PNMR Services Company:

Senior Manager, Cost of Service (Current)
Manager, Corporate Budget (2023-2025)
Project Manager, SEC Reporting (2019-2023)

Senior Accountant, Axiom CPAs and Business Advisors (2017-2019)
Staff Accountant, Axiom CPAs and Business Advisors (2016-2017)
Bookkeeper, UPS (2015-2016)

Testimony and Affidavits Filed:

- In the Matter of Public Service Company of New Mexico’s First Annual Grid Modernization Review Pursuant to the Commission’s Final Order, Docket No. 25-00049-UT, (filed June 16, 2025).

GCG#534881

Rider 60 Grid Modernization Year One Monthly Revenue
Requirement by Project

PNM Exhibit RNG-2

Is contained in the following 32 pages.

PNM Exhibit RNG-2		
Grid Modernization Year One Monthly Revenue Requirement by Project		
2025		
Table of Contents		
Title	Description	Page Reference
2025 Estimated Revenue Requirement	2025 Revenue Requirement Calculation for the total Grid Modernization Rider	Page 2-4
WP ADMS	2025 Revenue Requirement Calculation Associated with ADMS Project	Pages 5-7
WP Advanced Metering	2025 Revenue Requirement Calculation Associated with Advanced Metering Project	Pages 8-10
WP Customer Information & Analytics	2025 Revenue Requirement Calculation Associated with Customer Information & Analytics Project	Pages 11-13
WP Cybersecurity	2025 Revenue Requirement Calculation Associated with Cybersecurity Project	Pages 14-16
WP Data Management & Architecture	2025 Revenue Requirement Calculation Associated with Data Management & Architecture Project	Pages 17-19
WP Distribution Planning & Engineering	2025 Revenue Requirement Calculation Associated with Distribution Planning & Engineering Project	Pages 20-22
WP Distribution Automation	2025 Revenue Requirement Calculation Associated with Distribution Automation Project	Pages 23-25
WP Telecommunications	2025 Revenue Requirement Calculation Associated with Telecommunications Project	Pages 26-28
WP Project Oversight	2025 Revenue Requirement Calculation Associated with Project Oversight Project	Pages 29-31
WP WACC	PNM Approved Weighted Average Cost of Capital	Page 32

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q
1	PNM Exhibit RNG-2																
2	Total Grid Modernization Year One Monthly Revenue Requirement																
3	All Projects																
4																	
5															Year One*		
185	Federal Income Tax																
186	Return Adjustments																
187	Interest																
188					(8,992)	(8,891)	(8,771)	(8,613)	(8,493)	(8,374)	(8,254)	(8,135)	(8,016)	(7,896)	(7,777)	(36,399)	(128,612)
189	Tax/Book Adjustments																
190	AFUDC Equity Flow Through																
191	R&D Credit Flow Through																
192	ITC Flow Through																
193	Total Permanent Differences																
194	Depreciation and AFUDC Debt																
195	Deferred State Income Tax																
196	Total Temporary Differences																
197	Amortization of EDFIT																
198	Deferred Federal Income Taxes																
199																	
200	Net Taxable Equity Return																
201	Federal Tax Rate																
202	Total Current Federal Income Tax																
203	Amortization of EDFIT																
204	Total Provision for Federal Income Tax																
205	Investment Tax Credits																
206	Investment Tax Credits																
207	R&D Credits																
208	Total Federal Income Tax																
209																	
210	State Income Tax																
211	Net Current Taxable Equity Return																
212	State Tax Rate																
213	Total Current State Income Tax																
214	Amortization of EDSIT																
215	Total Deferred State Income Tax																
216	Total State Income Tax																
217																	
218	Revenue Credits																
219	Opt-out Fee Revenue																
220	Total Revenue Credits																
221																	
222	Total Revenue Requirement Before Revenue Tax																
223	Revenue Tax Factor																
224	Revenue Tax																
225																	
226	Total Revenue Requirement																
227																	
228	Revenue Requirement Summary																
229	Return on Rate Base																
230	O&M																
231	Depreciation Expense																
232	Taxes Other Than Income																
233	Net Allowable Federal Income Tax																
234	Net Allowable State Income Tax																
235	Revenue Credits																
236	Total Revenue Requirement																
237																	
238	*Note: Year One Revenue Requirement reflects the sum of monthly totals.																

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q										
1	PNM Exhibit RNG-2																										
2	WP ADMS - Year One Revenue Requirement ADMS Project																										
3																											
4																											
5															Year One*												
185															Jan-2025	Feb-2025	Mar-2025	Apr-2025	May-2025	Jun-2025	Jul-2025	Aug-2025	Sep-2025	Oct-2025	Nov-2025	Dec-2025	2025
186	Federal Income Tax																										
187	Return Adjustments																										
188	Interest																										
189	Tax/Book Adjustments																										
190	AFUDC Equity Flow Through																										
191	R&D Credit Flow Through																										
192	ITC Flow Through																										
193	Total Permanent Differences																										
194	Depreciation and AFUDC Debt																										
195	Deferred State Income Tax																										
196	Total Temporary Differences																										
197	Amortization of EDFIT																										
198	Deferred Federal Income Taxes																										
199																											
200	Net Taxable Equity Return																										
201	Federal Tax Rate																										
202	Total Current Federal Income Tax																										
203	Amortization of EDFIT																										
204	Total Provision for Federal Income Tax																										
205	Investment Tax Credits																										
206	Investment Tax Credits																										
207	R&D Credits																										
208	Total Federal Income Tax																										
209																											
210	State Income Tax																										
211	Net Current Taxable Equity Return																										
212	State Tax Rate																										
213	Total Current State Income Tax																										
214	Amortization of EDSIT																										
215	Total Deferred State Income Tax																										
216	Total State Income Tax																										
217																											
218	Revenue Credits																										
219	Opt-out Fee Revenue																										
220	Total Revenue Credits																										
221																											
222	Total Revenue Requirement Before Revenue Tax																										
223	Revenue Tax Factor																										
224	Revenue Tax																										
225																											
226	Total Revenue Requirement																										
227																											
228	Revenue Requirement Summary																										
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231	Depreciation Expense																										
232	Taxes Other Than Income																										
233	Net Allowable Federal Income Tax																										
234	Net Allowable State Income Tax																										
235	Revenue Credits																										
236	Total Revenue Requirement																										
237																											
238	*Note: Year One Revenue Requirement reflects the sum of monthly totals.																										

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q		
1	PNM Exhibit RNG-2																		
2	WP Advanced Metering - Year One Revenue Requirement Advanced Metering Project																		
3																			
4																			
5																			
185					Jan-2025	Feb-2025	Mar-2025	Apr-2025	May-2025	Jun-2025	Jul-2025	Aug-2025	Sep-2025	Oct-2025	Nov-2025	Dec-2025	Year One* 2025		
186	Federal Income Tax																		
187	Return Adjustments																		
188	Interest				-	-	-	-	-	-	-	-	-	-	-	-	(28,024)	(28,024)	
189	Tax/Book Adjustments																		
190	AFUDC Equity Flow Through				-	-	-	-	-	-	-	-	-	-	-	-	-	-	
191	R&D Credit Flow Through				-	-	-	-	-	-	-	-	-	-	-	-	-	-	
192	ITC Flow Through				-	-	-	-	-	-	-	-	-	-	-	-	-	-	
193	Total Permanent Differences				-	-	-	-	-	-	-	-	-	-	-	-	-	-	
194	Depreciation and AFUDC Debt				-	-	-	-	-	-	-	-	-	-	-	-	(5,772,484)	(5,772,484)	
195	Deferred State Income Tax				-	-	-	-	-	-	-	-	-	-	-	-	321,602	321,602	
196	Total Temporary Differences				-	-	-	-	-	-	-	-	-	-	-	-	(5,450,882)	(5,450,882)	
197	Amortization of EDFIT				-	-	-	-	-	-	-	-	-	-	-	-	-	-	
198	Deferred Federal Income Taxes				-	-	-	-	-	-	-	-	-	-	-	-	1,144,685	1,144,685	
199																			
200	Net Taxable Equity Return				-	-	-	-	-	-	-	-	-	-	-	-	(4,240,710)	(4,240,710)	
201	Federal Tax Rate				26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%
202	Total Current Federal Income Tax				-	-	-	-	-	-	-	-	-	-	-	-	(1,127,278)	(1,127,278)	
203	Amortization of EDFIT				-	-	-	-	-	-	-	-	-	-	-	-	-	-	
204	Total Provision for Federal Income Tax				-	-	-	-	-	-	-	-	-	-	-	-	1,144,685	1,144,685	
205	Investment Tax Credits				-	-	-	-	-	-	-	-	-	-	-	-	-	-	
206	Investment Tax Credits				-	-	-	-	-	-	-	-	-	-	-	-	-	-	
207	R&D Credits				-	-	-	-	-	-	-	-	-	-	-	-	-	-	
208	Total Federal Income Tax				-	-	-	-	-	-	-	-	-	-	-	-	17,407	17,407	
209																			
210	State Income Tax																		
211	Net Current Taxable Equity Return				-	-	-	-	-	-	-	-	-	-	-	-	(5,367,988)	(5,367,988)	
212	State Tax Rate				5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	
213	Total Current State Income Tax				-	-	-	-	-	-	-	-	-	-	-	-	(316,711)	(316,711)	
214	Amortization of EDSIT				-	-	-	-	-	-	-	-	-	-	-	-	-	-	
215	Total Deferred State Income Tax				-	-	-	-	-	-	-	-	-	-	-	-	321,602	321,602	
216	Total State Income Tax				-	-	-	-	-	-	-	-	-	-	-	-	4,891	4,891	
217																			
218	Revenue Credits																		
219	Opt-out Fee Revenue				-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
220	Total Revenue Credits				-	-	-	-	-	-	-	-	-	-	-	-	-	-	
221																			
222	Total Revenue Requirement Before Revenue Tax				-	8,086	1,238,773	68,041	20,250	12,309	13,149	18,475	176,892	42,035	46,179	1,131,331	2,775,520		
223	Revenue Tax Factor				0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	
224	Revenue Tax				-	41	6,300	346	103	63	67	94	900	214	235	5,754	14,116		
225																			
226	Total Revenue Requirement				\$ -	\$ 8,127	\$ 1,245,073	\$ 68,387	\$ 20,353	\$ 12,372	\$ 13,216	\$ 18,569	\$ 177,791	\$ 42,249	\$ 46,414	\$ 1,137,084	\$ 2,789,635		
227																			
228	Revenue Requirement Summary																		
229	Return on Rate Base				-	-	-	-	-	-	-	-	-	-	-	-	93,511	93,511	
230	O&M				-	8,086	1,238,773	68,041	20,250	12,309	13,149	18,475	176,892	42,035	46,179	732,195	2,376,384		
231	Depreciation Expense				-	-	-	-	-	-	-	-	-	-	-	283,327	283,327		
232	Taxes Other Than Income				-	41	6,300	346	103	63	67	94	900	214	235	5,754	14,116		
233	Net Allowable Federal Income Tax				-	-	-	-	-	-	-	-	-	-	-	17,407	17,407		
234	Net Allowable State Income Tax				-	-	-	-	-	-	-	-	-	-	-	4,891	4,891		
235	Revenue Credits				-	-	-	-	-	-	-	-	-	-	-	-	-		
236	Total Revenue Requirement				\$ -	\$ 8,127	\$ 1,245,073	\$ 68,387	\$ 20,353	\$ 12,372	\$ 13,216	\$ 18,569	\$ 177,791	\$ 42,249	\$ 46,414	\$ 1,137,084	\$ 2,789,635		
237																			
238	*Note: Year One Revenue Requirement reflects the sum of monthly totals.																		

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q										
1	PNM Exhibit RNG-2																										
2	WP Customer Information & Analytics - Year One Revenue Requirement Customer Information & Analytics Project																										
3																											
4																											
5															Jan-2025	Feb-2025	Mar-2025	Apr-2025	May-2025	Jun-2025	Jul-2025	Aug-2025	Sep-2025	Oct-2025	Nov-2025	Dec-2025	Year One* 2025
6	Gross Plant																										
10	Production Plant																										
11																											
12	Distribution Plant																										
16	Distribution Plant - Meters																										
21	Distribution Plant - Software																										
26	Distribution Plant - Other																										
27	Total Distribution Plant																										
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32	Transmission Plant																										
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34	Total Gross Plant																										
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36	Accumulated Depreciation																										
40	Production Plant																										
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42	Distribution Plant																										
46	Distribution Plant - Meters																										
51	Distribution Plant - Software																										
56	Distribution Plant - Other																										
57	Total Distribution Plant																										
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64	Total Accumulated Depreciation																										
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66	ADIT																										
75	Total Production ADIT																										
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86	Total Distribution ADIT - Meters																										
96	Total Distribution ADIT - Software																										
106	Total Distribution ADIT - Other																										
107	Total Distribution ADIT																										
108																											
117	Total Transmission ADIT																										
118																											
119	Total ADIT																										
120																											
121	Total Rate Base																										
122																											
123	Weighted Average Cost of Capital																										
124																											
125	Return on Rate Base																										
126																											

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q
1	PNM Exhibit RNG-2																
2	WP Customer Information & Analytics - Year One Revenue Requirement Customer Information & Analytics Project																
3																	
4																	
5					Jan-2025	Feb-2025	Mar-2025	Apr-2025	May-2025	Jun-2025	Jul-2025	Aug-2025	Sep-2025	Oct-2025	Nov-2025	Dec-2025	Year One* 2025
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*Note: Year One Revenue Requirement reflects the sum of monthly totals.

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q										
1	PNM Exhibit RNG-2																										
2	WP Cybersecurity - Year One Revenue Requirement Cybersecurity Project																										
3																											
4																											
5															Jan-2025	Feb-2025	Mar-2025	Apr-2025	May-2025	Jun-2025	Jul-2025	Aug-2025	Sep-2025	Oct-2025	Nov-2025	Dec-2025	Year One* 2025
6	Gross Plant																										
10	Production Plant																										
11																											
12	Distribution Plant																										
16	Distribution Plant - Meters																										
21	Distribution Plant - Software																										
26	Distribution Plant - Other																										
27	Total Distribution Plant																										
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32	Transmission Plant																										
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34	Total Gross Plant																										
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36	Accumulated Depreciation																										
40	Production Plant																										
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42	Distribution Plant																										
46	Distribution Plant - Meters																										
51	Distribution Plant - Software																										
56	Distribution Plant - Other																										
57	Total Distribution Plant																										
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62	Transmission Plant																										
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64	Total Accumulated Depreciation																										
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66	ADIT																										
75	Total Production ADIT																										
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77	Distribution ADIT																										
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96	Total Distribution ADIT - Software																										
106	Total Distribution ADIT - Other																										
107	Total Distribution ADIT																										
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117	Total Transmission ADIT																										
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119	Total ADIT																										
120																											
121	Total Rate Base																										
122																											
123	Weighted Average Cost of Capital																										
124																											
125	Return on Rate Base																										
126																											

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q										
1	PNM Exhibit RNG-2																										
2	WP Cybersecurity - Year One Revenue Requirement Cybersecurity Project																										
3																											
4																											
5															Jan-2025	Feb-2025	Mar-2025	Apr-2025	May-2025	Jun-2025	Jul-2025	Aug-2025	Sep-2025	Oct-2025	Nov-2025	Dec-2025	Year One* 2025
185	Federal Income Tax																										
186	Return Adjustments																										
187	Interest																										
188																											
189	Tax/Book Adjustments																										
190	AFUDC Equity Flow Through																										
191	R&D Credit Flow Through																										
192	ITC Flow Through																										
193	Total Permanent Differences																										
194	Depreciation and AFUDC Debt																										
195	Deferred State Income Tax																										
196	Total Temporary Differences																										
197	Amortization of EDFIT																										
198	Deferred Federal Income Taxes																										
199																											
200	Net Taxable Equity Return																										
201	Federal Tax Rate																										
202	Total Current Federal Income Tax																										
203	Amortization of EDFIT																										
204	Total Provision for Federal Income Tax																										
205	Investment Tax Credits																										
206	Investment Tax Credits																										
207	R&D Credits																										
208	Total Federal Income Tax																										
209																											
210	State Income Tax																										
211	Net Current Taxable Equity Return																										
212	State Tax Rate																										
213	Total Current State Income Tax																										
214	Amortization of EDSIT																										
215	Total Deferred State Income Tax																										
216	Total State Income Tax																										
217																											
218	Revenue Credits																										
219	Opt-out Fee Revenue																										
220	Total Revenue Credits																										
221																											
222	Total Revenue Requirement Before Revenue Tax																										
223	Revenue Tax Factor																										
224	Revenue Tax																										
225																											
226	Total Revenue Requirement																										
227																											
228	Revenue Requirement Summary																										
229	Return on Rate Base																										
230	O&M																										
231	Depreciation Expense																										
232	Taxes Other Than Income																										
233	Net Allowable Federal Income Tax																										
234	Net Allowable State Income Tax																										
235	Revenue Credits																										
236	Total Revenue Requirement																										
237																											
238	*Note: Year One Revenue Requirement reflects the sum of monthly totals.																										

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q
1	PNM Exhibit RNG-2																
2	WP Data Management & Architecture - Year One Revenue Requirement Data Management & Architecture Project																
3																	
4																	
5					Jan-2025	Feb-2025	Mar-2025	Apr-2025	May-2025	Jun-2025	Jul-2025	Aug-2025	Sep-2025	Oct-2025	Nov-2025	Dec-2025	Year One* 2025
185					Federal Income Tax												
186					Return Adjustments												
187					(4,730)	(4,633)	(4,536)	(4,439)	(4,342)	(4,245)	(4,148)	(4,051)	(3,954)	(3,856)	(3,759)	(3,662)	(50,354)
188																	
189					Tax/Book Adjustments												
190					-	-	-	-	-	-	-	-	-	-	-	-	-
191					-	-	-	-	-	-	-	-	-	-	-	-	-
192					-	-	-	-	-	-	-	-	-	-	-	-	-
193					-	-	-	-	-	-	-	-	-	-	-	-	-
194					11,244	(31,517)	(31,517)	(31,517)	(31,517)	(31,517)	(31,517)	(31,517)	(31,517)	(31,517)	(31,517)	(31,517)	(335,443)
195					(626)	1,756	1,756	1,756	1,756	1,756	1,756	1,756	1,756	1,756	1,756	1,756	18,689
196					10,618	(29,761)	(29,761)	(29,761)	(29,761)	(29,761)	(29,761)	(29,761)	(29,761)	(29,761)	(29,761)	(29,761)	(316,755)
197					-	-	-	-	-	-	-	-	-	-	-	-	-
198					(2,230)	6,250	6,250	6,250	6,250	6,250	6,250	6,250	6,250	6,250	6,250	6,250	66,519
199																	
200					19,441	(12,685)	(12,912)	(13,139)	(13,366)	(13,592)	(13,819)	(14,046)	(14,273)	(14,500)	(14,726)	(14,953)	(132,571)
201					26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%
202					5,168	(3,372)	(3,432)	(3,493)	(3,553)	(3,613)	(3,673)	(3,734)	(3,794)	(3,854)	(3,915)	(3,975)	(35,240)
203					-	-	-	-	-	-	-	-	-	-	-	-	-
204					(2,230)	6,250	6,250	6,250	6,250	6,250	6,250	6,250	6,250	6,250	6,250	6,250	66,519
205					-	-	-	-	-	-	-	-	-	-	-	-	-
206					-	-	-	-	-	-	-	-	-	-	-	-	-
207					-	-	-	-	-	-	-	-	-	-	-	-	-
208					2,938	2,878	2,817	2,757	2,697	2,637	2,576	2,516	2,456	2,396	2,335	2,275	31,278
209																	
210					State Income Tax												
211					24,609	(16,057)	(16,344)	(16,632)	(16,919)	(17,206)	(17,493)	(17,780)	(18,067)	(18,354)	(18,641)	(18,928)	(167,811)
212					5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%
213					1,452	(947)	(964)	(981)	(998)	(1,015)	(1,032)	(1,049)	(1,066)	(1,083)	(1,100)	(1,117)	(9,901)
214					-	-	-	-	-	-	-	-	-	-	-	-	-
215					(626)	1,756	1,756	1,756	1,756	1,756	1,756	1,756	1,756	1,756	1,756	1,756	18,689
216					825	809	792	775	758	741	724	707	690	673	656	639	8,788
217																	
218					Revenue Credits												
219					-	-	-	-	-	-	-	-	-	-	-	-	-
220					-	-	-	-	-	-	-	-	-	-	-	-	-
221																	
222					66,822	66,421	75,896	77,675	85,759	76,762	76,361	82,217	80,957	76,552	75,270	73,528	914,220
223					0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%
224					340	338	386	395	436	390	388	418	412	389	383	374	4,649
225																	
226					\$ 67,162	\$ 66,758	\$ 76,282	\$ 78,070	\$ 86,195	\$ 77,152	\$ 76,749	\$ 82,635	\$ 81,369	\$ 76,941	\$ 75,653	\$ 73,902	\$ 918,869
227																	
228					Revenue Requirement Summary												
229					15,783	15,459	15,135	14,811	14,487	14,164	13,840	13,516	13,192	12,868	12,544	12,221	168,019
230					-	-	9,876	12,057	20,542	11,945	11,945	18,203	17,344	13,340	12,459	11,117	138,828
231					47,276	47,276	47,276	47,276	47,276	47,276	47,276	47,276	47,276	47,276	47,276	47,276	567,307
232					340	338	386	395	436	390	388	418	412	389	383	374	4,649
233					2,938	2,878	2,817	2,757	2,697	2,637	2,576	2,516	2,456	2,396	2,335	2,275	31,278
234					825	809	792	775	758	741	724	707	690	673	656	639	8,788
235					-	-	-	-	-	-	-	-	-	-	-	-	-
236					\$ 67,162	\$ 66,758	\$ 76,282	\$ 78,070	\$ 86,195	\$ 77,152	\$ 76,749	\$ 82,635	\$ 81,369	\$ 76,941	\$ 75,653	\$ 73,902	\$ 918,869
237																	
238					*Note: Year One Revenue Requirement reflects the sum of monthly totals.												

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q										
1	PNM Exhibit RNG-2																										
2	WP Distribution Planning & Engineering - Year One Revenue Requirement Distribution Planning & Engineering Project																										
3																											
4																											
5															Jan-2025	Feb-2025	Mar-2025	Apr-2025	May-2025	Jun-2025	Jul-2025	Aug-2025	Sep-2025	Oct-2025	Nov-2025	Dec-2025	Year One* 2025
6	Gross Plant																										
10	Production Plant																										
11																											
12	Distribution Plant																										
16	Distribution Plant - Meters																										
21	Distribution Plant - Software																										
26	Distribution Plant - Other																										
27	Total Distribution Plant																										
28																											
32	Transmission Plant																										
33																											
34	Total Gross Plant																										
35																											
36	Accumulated Depreciation																										
40	Production Plant																										
41																											
42	Distribution Plant																										
46	Distribution Plant - Meters																										
51	Distribution Plant - Software																										
56	Distribution Plant - Other																										
57	Total Distribution Plant																										
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62	Transmission Plant																										
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64	Total Accumulated Depreciation																										
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66	ADIT																										
75	Total Production ADIT																										
76																											
77	Distribution ADIT																										
86	Total Distribution ADIT - Meters																										
96	Total Distribution ADIT - Software																										
106	Total Distribution ADIT - Other																										
107	Total Distribution ADIT																										
108																											
117	Total Transmission ADIT																										
118																											
119	Total ADIT																										
120																											
121	Total Rate Base																										
122																											
123	Weighted Average Cost of Capital																										
124																											
125	Return on Rate Base																										
126																											

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q
1	PNM Exhibit RNG-2																
2	WP Distribution Planning & Engineering - Year One Revenue Requirement Distribution Planning & Engineering Project																
3																	
4																	
5					Jan-2025	Feb-2025	Mar-2025	Apr-2025	May-2025	Jun-2025	Jul-2025	Aug-2025	Sep-2025	Oct-2025	Nov-2025	Dec-2025	Year One* 2025
185																	
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*Note: Year One Revenue Requirement reflects the sum of monthly totals.

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q
1	PNM Exhibit RNG-2																
2	WP Distribution Automation - Year One Revenue Requirement Distribution Automation Project																
3																	
4																	
5															Year One*		
6	Gross Plant																
10	Production Plant																
11																	
12	Distribution Plant																
16	Distribution Plant - Meters																
21	Distribution Plant - Software																
26	Distribution Plant - Other																
27	Total Distribution Plant																
28																	
32	Transmission Plant																
33																	
34	Total Gross Plant																
35																	
36	Accumulated Depreciation																
40	Production Plant																
41																	
42	Distribution Plant																
46	Distribution Plant - Meters																
51	Distribution Plant - Software																
56	Distribution Plant - Other																
57	Total Distribution Plant																
58																	
62	Transmission Plant																
63																	
64	Total Accumulated Depreciation																
65																	
66	ADIT																
75	Total Production ADIT																
76																	
77	Distribution ADIT																
86	Total Distribution ADIT - Meters																
96	Total Distribution ADIT - Software																
106	Total Distribution ADIT - Other																
107	Total Distribution ADIT																
108																	
117	Total Transmission ADIT																
118																	
119	Total ADIT																
120																	
121	Total Rate Base																
122																	
123	Weighted Average Cost of Capital																
124																	
125	Return on Rate Base																
126																	

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q
1	PNM Exhibit RNG-2																
2	WP Distribution Automation - Year One Revenue Requirement Distribution Automation Project																
3																	
4																	
5					Jan-2025	Feb-2025	Mar-2025	Apr-2025	May-2025	Jun-2025	Jul-2025	Aug-2025	Sep-2025	Oct-2025	Nov-2025	Dec-2025	Year One* 2025
185																	
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*Note: Year One Revenue Requirement reflects the sum of monthly totals.

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q
1	PNM Exhibit RNG-2																
2	WP Telecommunications - Year One Revenue Requirement Telecommunications Project																
3																	
4																	
5															Year One*		
6	Gross Plant																
10	Production Plant																
11																	
12	Distribution Plant																
16	Distribution Plant - Meters																
21	Distribution Plant - Software																
26	Distribution Plant - Other																
27	Total Distribution Plant																
28																	
32	Transmission Plant																
33																	
34	Total Gross Plant																
35																	
36	Accumulated Depreciation																
40	Production Plant																
41																	
42	Distribution Plant																
46	Distribution Plant - Meters																
51	Distribution Plant - Software																
56	Distribution Plant - Other																
57	Total Distribution Plant																
58																	
62	Transmission Plant																
63																	
64	Total Accumulated Depreciation																
65																	
66	ADIT																
75	Total Production ADIT																
76																	
77	Distribution ADIT																
86	Total Distribution ADIT - Meters																
96	Total Distribution ADIT - Software																
106	Total Distribution ADIT - Other																
107	Total Distribution ADIT																
108																	
117	Total Transmission ADIT																
118																	
119	Total ADIT																
120																	
121	Total Rate Base																
122																	
123	Weighted Average Cost of Capital																
124																	
125	Return on Rate Base																
126																	

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q	
1	PNM Exhibit RNG-2																	
2	WVP Telecommunications - Year One Revenue Requirement Telecommunications Project																	
3																		
4																		
5					Jan-2025	Feb-2025	Mar-2025	Apr-2025	May-2025	Jun-2025	Jul-2025	Aug-2025	Sep-2025	Oct-2025	Nov-2025	Dec-2025	Year One* 2025	
185					Federal Income Tax													
186					Return Adjustments													
187					(4,263)	(4,258)	(4,236)	(4,174)	(4,151)	(4,129)	(4,107)	(4,085)	(4,062)	(4,040)	(4,017)	(4,712)	(50,234)	
188																		
189					Tax/Book Adjustments													
190					-	-	-	-	-	-	-	-	-	-	-	-	-	
191					-	-	-	-	-	-	-	-	-	-	-	-	-	
192					-	-	-	-	-	-	-	-	-	-	-	-	-	
193					-	-	-	-	-	-	-	-	-	-	-	-	-	
194					(128,041)	2,105	3,518	3,613	3,486	3,486	3,486	3,486	3,486	3,486	2,757	270	(94,861)	
195					7,134	(117)	(196)	(201)	(194)	(194)	(194)	(194)	(194)	(194)	(154)	(15)	5,285	
196					(120,907)	1,987	3,322	3,412	3,292	3,292	3,292	3,292	3,292	3,292	2,604	255	(89,576)	
197					-	-	-	-	-	-	-	-	-	-	-	-	-	
198					25,391	(417)	(698)	(716)	(691)	(691)	(691)	(691)	(691)	(691)	(547)	(53)	18,811	
199																		
200					(85,556)	11,520	12,522	12,449	12,302	12,250	12,198	12,145	12,093	12,041	11,445	11,212	46,620	
201					26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	26.58%	
202					(22,743)	3,062	3,329	3,309	3,270	3,256	3,242	3,229	3,215	3,201	3,042	2,980	12,393	
203					-	-	-	-	-	-	-	-	-	-	-	-	-	
204					25,391	(417)	(698)	(716)	(691)	(691)	(691)	(691)	(691)	(691)	(547)	(53)	18,811	
205					Investment Tax Credits													
206					-	-	-	-	-	-	-	-	-	-	-	-	-	
207					-	-	-	-	-	-	-	-	-	-	-	-	-	
208					2,648	2,645	2,631	2,593	2,579	2,565	2,551	2,537	2,523	2,510	2,495	2,927	31,204	
209																		
210					State Income Tax													
211					(108,299)	14,583	15,851	15,758	15,572	15,506	15,440	15,374	15,308	15,242	14,487	14,193	59,013	
212					5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	5.90%	
213					(6,390)	860	935	930	919	915	911	907	903	899	855	837	3,482	
214					-	-	-	-	-	-	-	-	-	-	-	-	-	
215					7,134	(117)	(196)	(201)	(194)	(194)	(194)	(194)	(194)	(194)	(154)	(15)	5,285	
216					744	743	739	728	725	721	717	713	709	705	701	822	8,767	
217																		
218					Revenue Credits													
219					-	-	-	-	-	-	-	-	-	-	-	-	-	
220					-	-	-	-	-	-	-	-	-	-	-	-	-	
221																		
222					30,273	30,255	31,575	31,319	31,100	31,008	30,966	30,824	30,732	30,640	30,546	33,417	372,655	
223					0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	0.508573%	
224					154	154	161	159	158	158	157	157	156	156	155	170	1,895	
225																		
226					\$ 30,427	\$ 30,409	\$ 31,736	\$ 31,479	\$ 31,259	\$ 31,166	\$ 31,123	\$ 30,981	\$ 30,888	\$ 30,795	\$ 30,701	\$ 33,587	\$ 374,550	
227																		
228					Revenue Requirement Summary													
229					14,223	14,208	14,133	13,927	13,853	13,778	13,704	13,629	13,555	13,480	13,405	15,723	167,619	
230					-	-	-	-	-	-	49	-	-	-	-	49		
231					12,658	12,658	14,072	14,072	13,945	13,945	13,945	13,945	13,945	13,945	13,945	13,945	165,016	
232					154	154	161	159	158	158	157	157	156	156	155	170	1,895	
233					2,648	2,645	2,631	2,593	2,579	2,565	2,551	2,537	2,523	2,510	2,495	2,927	31,204	
234					744	743	739	728	725	721	717	713	709	705	701	822	8,767	
235					-	-	-	-	-	-	-	-	-	-	-	-	-	
236					\$ 30,427	\$ 30,409	\$ 31,736	\$ 31,479	\$ 31,259	\$ 31,166	\$ 31,123	\$ 30,981	\$ 30,888	\$ 30,795	\$ 30,701	\$ 33,587	\$ 374,550	
237																		
238					*Note: Year One Revenue Requirement reflects the sum of monthly totals.													

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q										
1	PNM Exhibit RNG-2																										
2	WP Program Oversight - Year One Revenue Requirement Program Oversight Project																										
3																											
4																											
5															Jan-2025	Feb-2025	Mar-2025	Apr-2025	May-2025	Jun-2025	Jul-2025	Aug-2025	Sep-2025	Oct-2025	Nov-2025	Dec-2025	Year One* 2025
6	Gross Plant																										
10	Production Plant																										
11																											
12	Distribution Plant																										
16	Distribution Plant - Meters																										
21	Distribution Plant - Software																										
26	Distribution Plant - Other																										
27	Total Distribution Plant																										
28																											
32	Transmission Plant																										
33																											
34	Total Gross Plant																										
35																											
36	Accumulated Depreciation																										
40	Production Plant																										
41																											
42	Distribution Plant																										
46	Distribution Plant - Meters																										
51	Distribution Plant - Software																										
56	Distribution Plant - Other																										
57	Total Distribution Plant																										
58																											
62	Transmission Plant																										
63																											
64	Total Accumulated Depreciation																										
65																											
66	ADIT																										
75	Total Production ADIT																										
76																											
77	Distribution ADIT																										
86	Total Distribution ADIT - Meters																										
96	Total Distribution ADIT - Software																										
106	Total Distribution ADIT - Other																										
107	Total Distribution ADIT																										
108																											
117	Total Transmission ADIT																										
118																											
119	Total ADIT																										
120																											
121	Total Rate Base																										
122																											
123	Weighted Average Cost of Capital																										
124																											
125	Return on Rate Base																										
126																											

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O	P	Q										
1	PNM Exhibit RNG-2																										
2	WPP Program Oversight - Year One Revenue Requirement Program Oversight Project																										
3																											
4																											
5															Jan-2025	Feb-2025	Mar-2025	Apr-2025	May-2025	Jun-2025	Jul-2025	Aug-2025	Sep-2025	Oct-2025	Nov-2025	Dec-2025	Year One* 2025
185	Federal Income Tax																										
186	Return Adjustments																										
187	Interest																										
188																											
189	Tax/Book Adjustments																										
190	AFUDC Equity Flow Through																										
191	R&D Credit Flow Through																										
192	ITC Flow Through																										
193	Total Permanent Differences																										
194	Depreciation and AFUDC Debt																										
195	Deferred State Income Tax																										
196	Total Temporary Differences																										
197	Amortization of EDFIT																										
198	Deferred Federal Income Taxes																										
199																											
200	Net Taxable Equity Return																										
201	Federal Tax Rate																										
202	Total Current Federal Income Tax																										
203	Amortization of EDFIT																										
204	Total Provision for Federal Income Tax																										
205	Investment Tax Credits																										
206	Investment Tax Credits																										
207	R&D Credits																										
208	Total Federal Income Tax																										
209																											
210	State Income Tax																										
211	Net Current Taxable Equity Return																										
212	State Tax Rate																										
213	Total Current State Income Tax																										
214	Amortization of EDSIT																										
215	Total Deferred State Income Tax																										
216	Total State Income Tax																										
217																											
218	Revenue Credits																										
219	Opt-out Fee Revenue																										
220	Total Revenue Credits																										
221																											
222	Total Revenue Requirement Before Revenue Tax																										
223	Revenue Tax Factor																										
224	Revenue Tax																										
225																											
226	Total Revenue Requirement																										
227																											
228	Revenue Requirement Summary																										
229	Return on Rate Base																										
230	O&M																										
231	Depreciation Expense																										
232	Taxes Other Than Income																										
233	Net Allowable Federal Income Tax																										
234	Net Allowable State Income Tax																										
235	Revenue Credits																										
236	Total Revenue Requirement																										
237																											
238	*Note: Year One Revenue Requirement reflects the sum of monthly totals.																										

PNM Exhibit RNG-2					
WP WACC					
Approved in NMPRC Docket No. 24-00089-UT					
Line No.	Capital Component	Total Capitalization Test Period	Percentage of Total Capitalization	Capital Component Cost	Weighted Average Cost
1	Long Term Debt		48.75%	4.24%	2.07%
2	Preferred Stock		0.25%	4.62%	0.01%
3	Common Equity		51.00%	9.450%	4.82%
4	Total	0	100.00%		6.90%
				Tax Rate	25.40%
				Tax Gross Up:	
				Debt	2.07%
				Preferred	0.02%
				Equity	6.46%
				Total	8.54%

BEFORE THE NEW MEXICO PUBLIC REGULATION COMMISSION

IN THE MATTER OF PUBLIC SERVICE COMPANY)	
OF NEW MEXICO’S FIRST ANNUAL GRID)	
MODERNIZATION RECONCILIATION FILING)	
PURSUANT TO THE COMMISSION’S FINAL ORDER)	Docket No. 26-00000__
)	
PUBLIC SERVICE COMPANY OF NEW MEXICO,)	
)	
Applicant.)	
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AFFIDAVIT

STATE OF NEW MEXICO)	
)	ss
COUNTY OF BERNALILLO)	

REINA N. GUTIERREZ, Senior Manager of Cost of Service, for PNMR Services Company, upon being duly sworn according to law, under oath, deposes and states: I have read the foregoing **Direct Testimony of Reina N. Gutierrez**, and it is true and accurate based on my own personal knowledge and belief.

Dated this 2nd day of March, 2026.

/s/ Reina N. Gutierrez
REINA N. GUTIERREZ