

*3.581% of each affected customer's bill is exclusive of gross receipts tax and franchise fees and takes into account the maximum annual payment for program costs of \$75,000 by any utility customer.

To calculate the dollar impact of all energy efficiency program cost charges on your monthly bill for 2022 you would take the amount of your current bill, deduct the amounts shown for gross receipts taxes and franchise fees, and then multiply the balance by 0.03581.

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

Consumption (kwh)	Current Bill	Anticipated bill
0	\$7.34	\$7.36
250	\$33.58	\$33.71
500	\$61.54	\$61.77
750	\$96.40	\$96.74
1000	\$133.04	\$133.52
2000	\$290.36	\$291.40

13. The table below identifies the cost of each component to be collected through the Rider for 2023:

EE Program Costs	Amount	Percentage Impact	Months for Recovery
2023 Program Costs	\$29,591,738	3.177%	12 months
2023 Profit Incentives	\$2,101,013	0.219%	12 months
Total	\$31,692,751	3.396%	12 months

14. For 2023, the following tariff rider charges will be paid in addition to the current non-energy efficiency charges that the customer is paying and will be collected through a line item charge on the customer's bill:

Affected Electric Rate Classes	Tariff Applied	Program Cost Charge
Residential Service 1A & 1B	PNM Rider No. 16	3.396% of each bill*
Small Power Service 2A & 2B	PNM Rider No. 16	3.396% of each bill*
General Power Service 3B & 3C	PNM Rider No. 16	3.396% of each bill*
Large Power Service 4B	PNM Rider No. 16	3.396% of each bill*
Large Power Service for Customers ≥8,000kW 5B	PNM Rider No. 16	3.396% of each bill*
Water & Sewage Pumping 11B	PNM Rider No. 16	3.396% of each bill*
Large Service for Public Universities 15B	PNM Rider No. 16	3.396% of each bill*
Large Service, Manufacturing – Distribution Level 30B	PNM Rider No. 16	3.396% of each bill*
Large Power Service ≥3,000kW 35B	PNM Rider No. 16	3.396% of each bill*

*3.396% of each affected customer's bill is exclusive of gross receipts tax and franchise fees and takes into account the maximum annual payment for program costs of \$75,000 by any utility customer.

To calculate the dollar impact of all energy efficiency program cost charges on your monthly bill for 2023, you would take the amount of your current bill, deduct the amounts shown for gross receipts taxes and franchise fees, and then multiply the balance by 0.03396.

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

Consumption (kwh)	Current Bill	Anticipated bill
0	\$7.34	\$7.35
250	\$33.58	\$33.65
500	\$61.54	\$61.66
750	\$96.40	\$96.57
1000	\$133.04	\$133.28
2000	\$290.36	\$290.89

The proposed rate changes stated by customer rate class are for informational purposes. The final rates as approved may vary.

Energy efficiency programs play an important role in PNM's resource portfolio and are included in the most cost-effective resource portfolio in PNM's most recent Integrated Resource Plan. The benefits of the programs included in PNM's 2021 Plan exceed the expected costs for 2021, 2022, and 2023, primarily due to the costs for generation capacity and energy that can be avoided as a result of these programs.

15. The Commission has assigned Case No. 20-00087-UT to this proceeding, and all inquiries or written comments concerning this matter should refer to that case number.

16. Any person desiring to become a party to this case must file a Motion for Leave to Intervene in conformity with 1.2.2.23.A NMAC on or before July 13, 2020. Pursuant to the Temporary NMPRC Filing Policy of March 20, 2020, all filings should be made via email to the Records Management Bureau of the Commission at prc.records@state.nm.us within regular business hours. Paper filings may still be submitted by mail at the below address in accordance with the Commission's existing rules of procedures, but the processing of such filings may be subject to substantial delay.

New Mexico Public Regulation Commission
 ATTN: Records Division
 PERA Building
 P.O. Box 1269
 1120 Paseo de Peralta
 Santa Fe, NM 87501-1269

17. The Commission Staff shall, and Intervenors may, file direct testimony on or before July 31, 2020.

18. Any rebuttal testimony must be filed on or before August 21, 2020.

19. A public hearing will be held beginning at 9:00 a.m. on August 31, 2020, at the Commission's offices, in the Ground Floor Hearing Room, 1120 Paseo de Peralta, Santa Fe, New Mexico, for the purpose of hearing and receiving evidence, arguments and any other appropriate matters in order to determine whether PNM's proposed programs and revised tariff rider, or other programs and tariff rider, should be approved by the Commission. The hearing may continue on September 1, 2020. Any interested person should contact the Commission at 505-827-6956 for confirmation of the hearing date, time and place since hearings are occasionally rescheduled. The hearing date and other information regarding this case will also be posted on the Commission's website (www.nmprc.state.us).

20. The procedural dates and requirements currently set in this case are subject to further Order of the Commission or the Hearing Examiner.

21. The Commission's Procedural Rules found at 1.2.2 NMAC will apply to this proceeding except as modified by Order of the Commission or Hearing Examiner. The Rules of Procedure are available online at <http://164.64.110.134/nmac.home>.

22. Anyone filing pleadings, documents or testimony in this case must serve a copy on all parties of record and Staff and, in addition to paper copies, shall simultaneously deliver by email all such filings to all other parties, Staff and the Hearing Examiner.

23. Interested persons may examine the documents filed in this case online at <http://nmprc.state.nm.us> under "Case Lookup EdoCKET."

24. Any interested person may appear at the time and place of hearing and make a written or oral comment pursuant to 1.2.2.23(F) NMAC without becoming an intervenor. Interested persons may also submit written comments, which shall reference NMPRC Case No. 20-00087-UT, to the Commission at prc.records@state.nm.us. However, comments governed by this paragraph will not be considered as evidence in this case.

25. Any person whose testimony has been pre-filed will attend the hearing and submit to examination under oath.

26. Interested persons should contact the Commission for confirmation of the hearing date, time and place, since hearings are occasionally rescheduled.

27. Any person with a disability requiring special assistance in order to participate in this proceeding should contact the Commission at 505-827-4500 at least 24 hours prior to the commencement of the hearing.

ISSUED at Santa Fe, New Mexico this 12th day of May, 2020.

NEW MEXICO PUBLIC REGULATION COMMISSION

/s/ Carolyn R. Glick
 Carolyn R. Glick
 Hearing Examiner