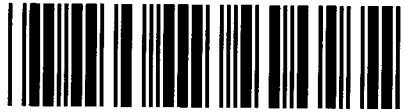


Control Number: 42734



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Addendum StartPage: 0

RECEIVED

TEXAS-NEW MEXICO POWER COMPANY COMPLIANCE TARIFF FILING PURSUANT TO PROJECT NO. 41121	§ § § §	PUBLIC UTILITY COMMISSION OF TEXAS FILING CLERK
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COMMISSION STAFF'S RECOMMENDATION ON THE TARIFF FILING

COMES NOW the Staff of the Public Utility Commission of Texas (Staff), representing the public interest, and files this Recommendation on the Tariff Filing and would show the following:

I. BACKGROUND

On September 5, 2014, Texas-New Mexico Power Company (TNMP) filed a revised Tariff for Retail Delivery Service in compliance with P.U.C. SUBST. R. 25.214. The filing contained TNMP's existing Retail Delivery Service Tariff revised to comply with the Pro-Forma Retail Delivery Tariff (Tariff) adopted by Commission Order in Project No. 41121 and an annotated version detailing changes. As established in Project No. 41121 the amendments to the Tariff come into effect on January 15, 2015 and therefore TNMP's revised Compliance Tariff must be adopted before then.

Following a review of TNMP's September 5, 2014 and September 16, 2014 filings, Staff informed TNMP of initial changes that would be required in order to assist Staff in completing the final recommendation. On October 2, 2014, TNMP filed a revised Compliance Tariff and separately filed its Rider Energy Efficiency Cost Recovery Factor (EECRF) as requested by Staff. After review of these filings, and the filing TNMP made on October 9th, Staff informed TNMP of some additional discrepancies between the Tariff adopted in 41121 and TNMP's Compliance Tariff filing. TNMP filed another "clean copy" of its Compliance Tariff on October 13, 2014 incorporating Staff's requested changes.

On September 9, 2014 the Commission directed Staff to file a recommendation on TNMP's Compliance Tariff filing by October 20, 2014; therefore, this pleading is timely filed.

II. RECOMMENDATION

Based on the attached memoranda of Cliff Crouch of the Commission's Competitive Markets Division, Staff recommends TNMP's Compliance Tariff filed on October 13, 2014 be

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deemed as being in compliance with the Commission's Final Order and Pro-Forma Retail Delivery Tariff adopted in Docket No. 41121. Staff further recommends that the Commission's Central Records Division stamp TNMP's October 13th filing "Approved" with an effective date of January 15, 2015 and retain the clean record copy for future reference. Staff also recommends that TNMP's Rider EECRF filed on October 2, 2014 be approved as being in compliance with the Commission's Final Order and Pro-Forma Retail Delivery Tariff approved in Project No. 41121 and the rate changes previously approved in Docket No. 42566. Staff further recommends that the Commission's Central Records Division stamp TNMP's October 2nd filing of its Rider EECRF "Approved" with an effective date of March 1, 2015 as established in Docket No. 42566 and retain the clean record copy for future reference.

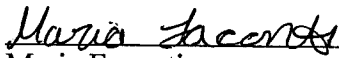
III. CONCLUSION

Staff recommends that the application be approved and requests an order be issued consistent with this recommendation.

Respectfully Submitted,

Joseph P. Younger
Division Director-Legal Division

Shelah J. Cisneros
Managing Attorney-Legal Division

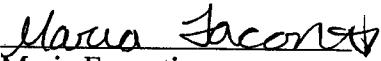


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DATED: October 20, 2014

TARIFF CONTROL NO. 42734
CERTIFICATE OF SERVICE

I certify that a copy of this document will be served on all parties of record on this the 20th of October, 2014, in accordance with P.U.C. Procedural Rule 22.74.


Maria Faconti

Public Utility Commission of Texas

Memorandum

TO: Maria Faconti, Legal Division

FROM: Cliff Crouch, Competitive Markets Division *CWC*

DATE: October 16, 2014

RE: *Tariff Control No. 42734 – Texas-New Mexico Power Company Compliance Tariff Filing Pursuant to Project No. 41121*

On September 5, 2014, Texas-New Mexico Power Company (TNMP) filed its Compliance Tariff pursuant to Project No. 41121. The filing contained TNMP's existing Retail Delivery Service Tariff revised to comply with the Pro-Forma Retail Delivery Tariff (Pro-Forma Tariff) adopted by Commission Order in Project No. 41121 on June 25, 2014 and an annotated version detailing changes.

The Commission directed Commission Staff (Staff) on September 9, 2014, to file a recommendation on TNMP's Compliance Tariff by October 20, 2014.

On September 16, 2014, TNMP filed its 6.1.1.6.3 Rider EECRF – Energy Efficiency Cost Recovery Factor, Revision 8, page 135 with an effective date of March 1, 2015; this rider was approved by Commission Order signed on September 11, 2014 in Docket No. 42566. TNMP's filing was necessary to incorporate the changes needed to comply with the Pro-Forma Tariff adopted in Project No. 41121.

Following a review of TNMP's September 5, 2014 and September 16, 2014 filings, Staff informed TNMP of initial changes that would be required in order to assist Staff in completing the final recommendation. On October 2, 2014, TNMP filed a revised Compliance Tariff and separately filed its Rider EECRF as requested by Staff. After review of these filings, Staff informed TNMP of some additional changes needed on October 2nd and October 6th. TNMP filed another "clean copy" of its Compliance Tariff on October 9, 2014 incorporating Staff's changes. Staff reviewed the October 9th filing and informed TNMP of some formatting issues that needed to be made to that filing. TNMP refiled its Compliance Tariff on October 13, 2014 with Staff's requested formatting changes.

TNMP's Compliance Tariff filed on October 13, 2014 contained three revisions, noted below, to the Pro-Forma Retail Delivery Tariff approved in Project No. 41121. Staff agrees that these revisions should be made.

1. Section 6.1.4.4 was added to the Table of Contents. This was mistakenly omitted during the adoption of the Pro-Forma Tariff in Project No. 41121.
2. In the second sentence of the third paragraph of subsection 4.8.1.4, "AMS-S" was changed to "AMS-M" as this is the correct reference for this section.

3. Company-specific sections that were previously approved by the Commission were incorporated and amended as needed to comply with the Pro-Forma Tariff approved in Project No. 41121.

Following the review of TNMP's filings, Staff recommends that TNMP's Compliance Tariff filed on October 13, 2014 be approved as compliant with the Commission's Final Order and Pro-Forma Retail Delivery Tariff adopted in Project No. 41121. Staff further recommends that the Commission's Central Records Division stamp TNMP's October 13th filing "Approved" with an effective date of January 15, 2015 and retain the clean record copy for future reference.

Staff also recommends that TNMP's Rider EECRF filed on October 2, 2014 be approved as compliant with the Commission's Final Order and Pro-Forma Retail Delivery Tariff approved in Project No. 41121 and the rate changes previously approved in Docket No. 42566. Staff further recommends that the Commission's Central Records Division stamp TNMP's October 2nd filing of its Rider EECRF "Approved" with an effective date of March 1, 2015 as established in Docket No. 42566 and retain the clean record copy for future reference.