

telephonically approved 2/12/15
Sandra Skogen
NM Public Regulation Commission
PERA Building, Suite 553 D
1120 Paseo de Peralta
P.O. Box 1269
Santa Fe, NM 87504-1269
(505)827-4588

ATTORNEY FOR STAFF

telephonically approved 2/12/15
Joseph Yar
Assistant Attorney General
Office of the Attorney General
P.O. Drawer 1508
Santa Fe, NM 87504-1508
(505)820-1589

ATTORNEY FOR NMAG

El Paso Electric Company
Four Corners Abandonment and Sale
Case No. 15-00109-UT
Summary of Revenue Requirement Savings
(thousands of dollars)

Description	Original Testimony						Updated Gas Prices	
	Strategist Model - Base Gas Case	Strategist Model - Low Gas Case	Discrete Model - Base Gas Case	Discrete Model - Low Gas Case	Revenue Requirements Forecast	Discrete Model - Base Case	Revenue Requirements Forecast	
Net Present Value Benefit	24,104	130,303	10,783	106,601	109,668	94,615	170,440	
Plus: Sales Price	30,026	30,026	30,026	30,026	-	30,026	-	
Plus: Regulatory Assets (1)	-	-	-	-	17,050	-	17,050	
Benefit After Sale and Before Regulatory Assets	54,130	160,329	40,809	136,627	126,718	124,641	187,490	
Stipulated Regulatory Assets (1)	12,608	12,608	12,608	12,608	12,608	12,608	12,608	
Benefits divided by Regulatory Assets	4.29	12.72	3.24	10.84	10.05	9.89	14.87	
New Mexico Jurisdiction								
Description	Original Testimony				Updated Gas Prices			
	Strategist Model - Base Gas Case (2)	Strategist Model - Low Gas Case (2)	Discrete Model - Base Gas Case (2)	Discrete Model - Low Gas Case (2)	Revenue Requirements Forecast (3)	Discrete Model - Base Case (2)	Revenue Requirements Forecast (3)	
Net Present Value Benefit	4,827	26,096	2,160	21,349	20,527	18,949	33,211	
Plus: Sales Price	6,013	6,013	6,013	6,013	-	6,013	-	
Plus: Regulatory Assets (1)	-	-	-	-	3,415	-	3,415	
Benefit After Sale and Before Regulatory Assets	10,841	32,110	8,173	27,363	23,942	24,962	36,626	
Stipulated Regulatory Assets (1)	2,525	2,525	2,525	2,525	2,525	2,525	2,525	
Benefits divided by Regulatory Assets	4.29	12.72	3.24	10.84	9.48	9.89	14.50	

- Notes:
- (1) Costs included in regulatory assets will be incurred in both the sale of Four Corners and the life extension of Four Corners.
 - (2) New Mexico Production demand allocation 0.200273
 - (3) New Mexico jurisdictional allocation from revenue requirements model.

**IN THE MATTER OF EL PASO ELECTRIC)
COMPANY'S APPLICATION FOR APPROVAL)
OF ABANDONMENT AND SALE OF ITS SEVEN)
PERCENT FOUR CORNERS UNITS 4 AND 5)
OWNERSHIP INTEREST)**

Case No. 15-00109-UT

CERTIFICATE OF SERVICE

I CERTIFY that on this day a sent via email a true and correct copy of the **Certification of Stipulation** issued on April 22, 2016, to the following:


Randy Childress	Randy@childresslaw.com ;	Merry Lee Soules	mlsoules@hotmail.com ;
James Schichtl	james.schichtl@epelectric.com ;	Kurt Wihl	kw@keleher-law.com ;
Mario Contreras	mario.contreras@epelectric.com ;	Anastasia Stevens	ast@keleher-law.com ;
Cholla Khoury	Ckhoury@nmag.gov ;	William R. Babington	rbabington@las-cruces.org ;
Joseph Yar	jyar@nmag.gov ;	Lizbeth Ellis	Lellis@nmsu.edu ;
Loretta Martinez	Lmartinez@nmag.gov ;	Glen Haubold	ghaubold@ad.nmsu.edu ;
A.Crane/J. Cotton	ctcolumbia@aol.com ;	Joan E. Drake	Jdrake@modrall.com ;
Loretta Martinez	lmartinez@nmag.gov ;	Marcia B. Driggers	mdriggers@las-cruces.org ;
Noel J. Schaefer	schaefno@gmail.com ;	Robert Garza	rgarza@las-cruces.org ;
Harry S. Connelly	hconnelly@las-cruces.org ;	Jorge A. Garcia	JAG@las-cruces.org ;
Kyle J. Smith	kyle.j.smith124.civ@mail.mil ;	Lynne H. Slade	lynnslade@modrall.com ;
Steve Michel	smichel@westernresources.org ;	Dan Neidlinger, P.E.	dneid@cox.net ;
Nann M. Winter	Nwinter@stelznerlaw.com ;	Robert Ganton	Robert.ganton.civ@mail.mil ;
Dahl Harris	dahlharris@hotmail.com ;	Elisha Tercero Leyba	Elisha.Leyba-Tercero@state.nm.us ;
Tom Figart	tomf@donaanacounty.org ;	Bruno Carrara	Bruno.carrara@state.nm.us ;
Charles F. Noble	noble.ccae@gmail.com ;	Charles Gunter	Charles.Gunter@state.nm.us ;
Megan O'Reilly	arcresearchandanalysis@gmail.com ;	Michael C. Smith	Michaelc.smith@state.nm.us ;
Don Hancock	sricdon@earthlink.net ;	Sandra Skogen	Sandra.skogen@state.nm.us ;
D. Van Winkle	david@vw77.com ;	John Reynolds	John.reynolds@state.nm.us ;
Tom Solomon	tasolomon6@gmail.com ;	Jack Sidler	Jack.sidler@state.nm.us ;

Via regular mail

Joseph Yar
Assistant Attorney General
New Mexico Attorney General
408 Galisteo Street
Santa Fe, NM 87501

DATED this 22nd day of April 2016.

NEW MEXICO PUBLIC REGULATION COMMISSION



Ana C. Kippenbrock, Law Clerk

15-00109-UT - OFFICIAL LABELS.doc

BEFORE THE NEW MEXICO PUBLIC REGULATION COMMISSION

**IN THE MATTER OF EL PASO ELECTRIC)
COMPANY'S APPLICATION FOR APPROVAL)
OF ABANDONMENT AND SALE OF ITS)
SEVEN PERCENT FOUR CORNERS UNITS 4)
AND 5 OWNERSHIP INTEREST)**

**EL PASO ELECTRIC COMPANY,)
Applicant.)**

Case No. 15-00109 -UT

ERRATA NOTICE

THIS MATTER comes before Frances I. Sundheim upon her own motion pursuant to 17.1.2.39(G) NMAC. The Certification of Stipulation issued in this case on April 22, 2016 contains the following errors:

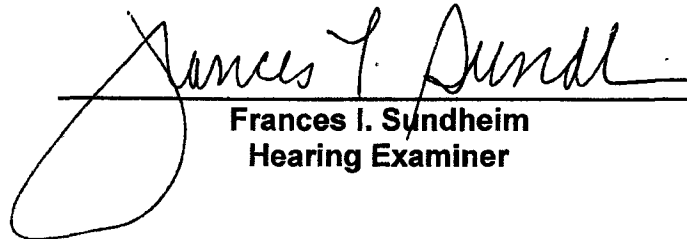
- (1) on page 25, the last sentence of the first paragraph states in part "...unfunded on a total company basis, or \$1,092,752 unfunded on a New Mexico jurisdictional basis." The \$1,092,752 should be corrected to **\$1,821,253**;
- (2) on page 32, second paragraph line four, the same correction is made \$1,092,572 should be corrected to **\$1,821,253**;

The Certification of Stipulation is hereby corrected accordingly.

The Public Regulation Commission Records Bureau shall attach this notice to the previously filed Certification of Stipulation.

ISSUED at Santa Fe, New Mexico on May 26, 2016.

NEW MEXICO PUBLIC REGULATION COMMISSION



Frances I. Sundheim
Hearing Examiner

BEFORE THE NEW MEXICO PUBLIC REGULATION COMMISSION

**IN THE MATTER OF EL PASO ELECTRIC)
COMPANY'S APPLICATION FOR APPROVAL)
OF ABANDONMENT AND SALE OF ITS)
SEVEN PERCENT FOUR CORNERS UNITS 4)
AND 5 OWNERSHIP INTEREST,)
)
)
)
EL PASO ELECTRIC COMPANY,)
)
Applicant.)**

Case No. 15-00109-UT

CERTIFICATE OF SERVICE

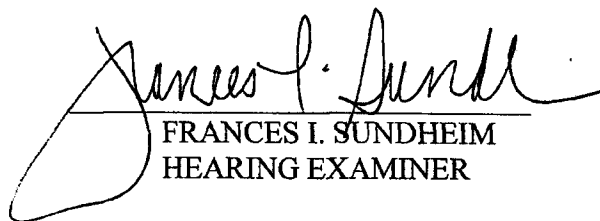
I HEREBY CERTIFY that that a true and correct copy of the **ERRATA NOTICE** was
emailed to each of the following persons on the 26th day of May, 2016:

Randall W. Childress, Esq.	randy@childresslaw.com
Cholla Khoury, Esq.	ckhoury@nmag.gov
Noel John Schaefer	schafno@gmail.com
James Schichtl	james.schichtl@epelectric.com
William R. Babington, Jr., Esq.	rbabington@las-cruces.org
Marcia B. Driggers, Esq.	marcyd@las-cruces.org
Andrea Crane	ctcolumbia@aol.com
Joan E. Drake, Esq.	jdrake@modrall.com
Kyle J. Smith, Esq.	kyle.j.smith124.civ@mail.mil
Steve Michel, Esq.	smichel@westernresources.org
Nann M. Winter, Esq.	nwinter@stelznerlaw.com
Charles Noble, Esq.	Noble.ccae@gmail.com
Tom Figart, Esq.	tomf@donaanacounty.org
Merrie Lee Soules	mlsoules@hotmail.com
Dahl Harris, Esq.	dahlharris@hotmail.com
Sandra Skogen, Esq.	Sandra.Skogen@state.nm.us
Elisha Leyba-Tercero	elisha.leyba-tercero@state.nm.us
Bruno Carrara	bruno.carrara@state.nm.us
Jack Sidler	jack.sidler@state.nm.us
Mario Contreras	mario.contreras@epelectric.com
Michael Blanchard	Michael.blanchard@epelectric.com
Loretta Martinez	lmartinez@nmag.gov
Megan O'Reilly	arcresearchandanalysis@gmail.com
Don Hancock	sricdon@earthlink.net
David Van Winkle	david@vw77.com
Tom Solomon	Tasolomon6@gmail.com
Kurt Wihl, Esq.	kw@keleher-law.com
Anastasia Stevens, Esq.	ast@keleher-law.com

Robert Garza
Jorge A. Garcia
Frances I. Sundheim
Lizbeth Ellis
Glen Haubold
Michael C. Smith
John Reynolds
Anthony Sisneros
Charles Gunter
Joseph Yar, Esq.

rgarza@las-cruces.org
JAG@las-cruces.org
frances.sundheim@state.nm.us
Lellis@nmsu.edu
ghaubold@ad.nmsu.edu
Michaelc.smith@state.nm.us
John.reynolds@state.nm.us
Anthony.Sisneros@state.nm.us
Charles.gunter@state.nm.us
jyar@nmag.gov

DATED this 26th day of May, 2016.



FRANCES I. SUNDHEIM
HEARING EXAMINER