

Jemez Mountains Electric Cooperative, Inc. Notice of Filing of Proposed General Rate Adjustment

Jemez Mountains Electric Cooperative, Inc. (JMEC) will file Advice Notice No. 116, proposing new rate schedules with the New Mexico Public Regulation Commission (Commission), on December 30, 2021. The intention of the filing is to redesign rates to more accurately reflect cost recovery between fixed and variable costs and to increase rates to provide additional revenue necessary to adequately staff, operate and maintain JMEC's system, and to maintain the financial ratios required by JMEC's lenders.

Pursuant to Rules 17.9.540.13 NMAC of the Commission's Rules of Practice and Procedure, JMEC's Members are hereby notified of the following:

I. Amount of Increase

The requested rate change represents an estimated increase of \$4,789,770 or 9.00% in total revenues to JMEC.

II. Customer Classes to Which the New Rates Apply

The proposed rates will apply to Rate No. 1 – Residential Service, Rate No. 2 – Small Commercial Service, Rate No. 3 – Large Power Service, Rate No. 4 – Large Power Service (Contract), and Rate No. 6 – Street and Security Lighting Service.

III. Present and Proposed Rates

The Present rates are increased or decreased above or below the base purchased power cost of \$0.074583/KWH sold. The proposed rates shall also be increased or decreased by the amount that JMEC's purchased power cost per KWH exceeds or is less than \$0.074583 per KWH, as specified by NMPRC Rule 550 and any New Mexico Public Regulation Commission approved variance from the Rule.

The number of accounts, present rates and proposed rates for each affected customer class are as follows:

<u>Residential Service – 27,408 Consumers</u>	<u>Present</u>	<u>Proposed</u>
Residential Service		
Purchased Power Cost Adjustment, per kWh	\$0.008361	\$0.008361
Debt Cost Adjustment, per kWh	\$(0.000533)	\$(0.000521)
Customer Charge per month	\$14.00	\$27.00
Energy Charge, per kWh		
First 700 kWh	\$0.101400	\$0.092074
Next 300 kWh	\$0.111400	\$0.102074
Over 1,00 kWh	\$0.121400	\$0.102074
Net Meter Charge per month	\$5.00	\$5.00
Residential Optional Time of Use Service		
Customer Charge per month	\$16.00	\$27.00
Energy Charge On-Peak, per kWh	\$0.142850	\$0.149830
Energy Charge Off-Peak, per kWh	\$0.081850	\$0.080025
<u>Small Commercial Service – 3,191 Consumers</u>	<u>Present</u>	<u>Proposed</u>
Small Commercial Service		
Purchased Power Cost Adjustment, per kWh	\$0.008361	\$0.008361
Debt Cost Adjustment, per kWh	\$(0.000553)	\$(0.000539)
Customer Charge per month	\$35.00	\$42.50
Energy Charge, per kWh	\$0.117460	\$0.131207
Net Meter Charge per month	\$5.00	\$5.00
Small Commercial Optional Time of Use Service		
Customer Charge per month	\$40.00	\$42.50
Energy Charge On-Peak, per kWh	\$0.152760	\$0.164980
Energy Charge Off-Peak, per kWh	\$0.075760	\$0.080025
<u>Large Power Service – 417 Consumers</u>	<u>Present</u>	<u>Proposed</u>
Large Power Service		
Purchased Power Cost Adjustment, per kWh	\$0.008361	\$0.008361
Debt Cost Adjustment, per kWh	\$(0.000477)	\$(0.000484)
Customer Charge per month	\$100.00	\$110.00
Demand Charge, per kW	\$13.50	\$15.75
Energy Charge, per kWh	\$0.067730	\$0.068837
Large Power Contract Service – 4 Consumers		
Customer Charge per month	\$1,050.00	\$1,100.00
Demand Charge, per kW	\$8.00	\$11.00
Energy Charge, per kWh	\$0.073150	\$0.073580
Net Meter Charge per month	\$5.00	\$5.00

Lighting Service		Present	Proposed
Purchased Power Cost Adjustment, per kWh		\$0.008361	\$0.008361
40 Watts LED (<60 Watt)	14 kWh/Mo	N/A	\$15.53
70 Watts LED (60 – 85 Watt)	25 kWh/Mo	N/A	\$18.21
175 Watts MV	75 kWh/Mo	\$13.00	\$15.67 (Closed)
400 Watts MV	164 kWh/Mo	\$20.00	\$24.55 (Closed)
400 Watts MV Steel	164 kWh/Mo	\$25.00	\$30.32 (Closed)
250 Watts HPS	113 kWh/Mo	\$20.00	\$24.10 (Closed)
400 Watts MV Dual	328 kWh/Mo	\$28.00	\$35.25 (Closed)
400 Watts MV Dual Steel	328 kWh/Mo	\$37.00	\$45.64 (Closed)
100 Watts HPS	52 kWh/Mo	\$13.00	\$15.46 (Closed)
250 Watts HPS Steel	113 kWh/Mo	\$25.00	\$29.87 (Closed)
1,000 Watts HPS	398 kWh/Mo	\$28.00	\$35.84 (Closed)

The comparison of present and proposed rates for residential consumers at various KWH consumption levels is as follows:

Residential:

KWH	Present Rate	Proposed Rate	\$ Increase	% Increase
0	\$14.00	\$27.00	\$13.00	92.86%
250	\$41.31	\$51.98	\$10.67	25.83%
500	\$68.61	\$76.96	\$8.35	12.17%
750	\$96.42	\$102.44	\$6.02	6.24%
1000	\$126.23	\$129.91	\$3.68	2.92%
2000	\$255.46	\$239.83	(\$15.63)	-6.12%

The Present Rate and Proposed Rate includes combined Fuel & Purchased Power Cost Adjustment and Debt Cost Adjustment of \$0.007828/KWH and \$0.007840; respectively.

IV. Date of Filing

JMEC intends to file the proposed rates with the NMPRC on or around December 30, 2021.

V. Member Notification

JMEC will promptly notify a member of the date on which it actually files the schedule proposing the new rates if the member so requests.

VI. Automatic Effect of Rates

The schedules will go into effect automatically and without hearing, unless at least one percent or TWENTY-FIVE (25) members of a customer class, whichever is fewer, file a protest with the Commission showing just cause for review of the schedule. The Commission will determine if the protest has given just cause for the review of the schedule. Such protest must be filed within twenty (20) days after JMEC files said schedules with Commission. THE COMMISSION WILL DETERMINE IF A HEARING IS TO BE SET. IF A HEARING IS HELD BY THE PUBLIC REGULATION COMMISSION, ANY COSTS INCURRED BY THE UTILITY (JMEC) MAY BE INCLUDED IN THE UTILITY'S FUTURE RATES, FOLLOWING THE UTILITY'S NEXT RATE CASE.

VII. Procedure for Filing a Protest

The procedures for protesting a proposed rate or rates are set forth in NMPRC Rule 540, a copy of which can be obtained upon request from or inspected at either JMEC, 19365 S.R. 84/285, Hernandez NM 87537, P.O. Box 128 Española, New Mexico 87532 (phone 505-753-2105 or 1-888-755-2105), at www.jemezcoop.org or from the New Mexico Public Regulation Commission, PO Box 1269, Santa Fe, New Mexico 87504 (telephone 1.888.427.5772) or by accessing the Commission's Rule 540 Electric Coop Protest Form at: <https://www.nm-prc.org/administrative-services/rate-increase-protest-forms/>

VIII. Resolution of Protest

Prior to filing a protest with the Commission, a JMEC member should attempt to resolve any grievance by presenting his or her objections to the new rate, in writing, and allowing JMEC seven (7) days in which to attempt a resolution to the objection or to the otherwise respond.

IX. Examination of Filings

Any interested person may examine the rate filing together with any exhibits or related papers that may be filed at any time at the main office of JMEC or after the date of filing at the offices of the New Mexico Public Regulation Commission, viewed via the Commission's E-Docket System at <https://edocket.nmprc.state.nm.us/> (username: webguest password: webguest#1).

X. Examination of Filings

Further information concerning this filing, or the protest procedure may be obtained by contacting JMEC, 19365 S.R. 84/285, Hernandez NM 87537, P.O. Box 128 Española, New Mexico 87532 (phone 505-753-2105 or 1-888-755-2105), at www.jemezcoop.org or from the New Mexico Public Regulation Commission PO Box 1269, Santa Fe, New Mexico 87504 (phone 1-505-827-6940 or 1-888-427-5772).