EL PASO ELECTRIC COMPANY

8th REVISED RATE NO. 38 CANCELLING 7th REVISED RATE NO. 38

X

RENEWABLE PORTFOLIO STANDARD (RPS) COST RIDER

APPLICABILITY

This Rider is applicable to bills for electric service provided under all of EPE's retail rate schedules. This Rider is established to recover Renewable Portfolio Standard ("RPS") costs. This Rider is not applicable to customers exempt from charges for renewable energy procurements pursuant to NMSA 1978, Section 62-16-4(C).

TERRITORY

Areas served by the Company in Doña Ana, Sierra, Otero and Luna Counties.

MONTHLY RATES

	Rate	
All Retail Rate Schedules, per kWh	\$0.015742	Х

RECONCILIATION FILING

This Rider shall be adjusted to reconcile a prior plan year's RPS Cost Rider revenues with actual RPS costs. Any over-recovery of the previously approved RPS costs will represent a credit to and reduction of the approved Rider in a subsequent plan year and any under-recovery of the previously approved renewable energy costs will represent a charge in addition to the approved Rider in a subsequent plan year.

Advice Notice No. 300

Signature/Title /s/ James Schichtl

James Schichtl

Vice President - Regulatory

Operations and Resource Strategy