EL PASO ELECTRIC COMPANY

THIRD REVISED RATE NO. 46 CANCELLING SECOND RATE NO. 46

ADVANCED METERING SYSTEM RIDER (AMS Rider)

APPLICABILITY

This Advanced Metering System Rider ("AMS") is applicable to all customers taking service under a retail rate listed below. The AMS Rider recovers the Company's costs incurred to deploy an Advanced Metering System. Retail electric service customers connected to the Company's system receiving metered service, except those taking service under transmission voltage rates, will be subject to Rate No. 46. The AMS Rider applicable to each rate class is provided in the Monthly Rate Rider section.

TERRITORY

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

TERM

The AMS Rider will be reflected in customer bills per month until modified by the New Mexico Public Regulation Commission.

MONTHLY RATE RIDER

The AMS Rider is charged per meter per month and is a component of the customer bill. The charge amount will appear as a separate line item on the customer monthly bill and shall be titled "Advanced Metering System Rider".

Rate No.	Description	<u>AMS RIDER</u> (meter/month)	
1	Residential Service Rate	\$2.92	Х
3	Small General Service Rate	\$3.87	Х
4	General Service Rate	\$8.12	Х
5	Irrigation Service Rate	\$4.87	Х
7	City and County Service Rate	\$4.56	Х
8	Water, Sewage, Storm Sewage Pumping or Sewage Disposal Rate	\$6.08	Х
9	Large Power Service Rate	\$8.38	Х
11	Street Lighting Service Rate	\$5.86	Х
19	Seasonal Agriculture Processing Service Rate	\$7.33	Х
25	Outdoor Recreational Lighting Service Rate	\$5.35	Х
26	State University Service Rate	\$9.32	Х

RECONCILIATION FILING

The AMS Rider shall be adjusted to reconcile a prior plan year's AMS Rider revenue with actual AMS costs. Any over-recovery of the previously approved AMS 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 AMS costs will represent a charge in addition to the approved Rider in a subsequent plan year.

Advice Notice No.	305

Signature/Title /s/ James Schichtl

James Schichtl Vice President - Customer and Regulatory Solutions