

NEW MEXICO
REGULATORY
COMMISSION

2012 JAN 31 PM 2:05

NEW MEXICO GAS COMPANY

**FIRST REVISED RATE NO. 54
CANCELING ORIGINAL RATE NO. 54**

SMALL VOLUME - GENERAL SERVICE

AVAILABILITY

Service under this Rate is available to any Customer whose primary business activity at the location served is not provided for under any other Rate and whose usage in any year is less than 200,000 therms. This Rate shall include churches and multi-unit residential structures in which each unit is intended for year-round occupancy by an individual family group.

TERRITORY

All the Company's service areas.

RATES

Basic Cost of Service Functional Rates: During each monthly billing period, the rates for all gas delivered shall be:

- a. \$0.0707 per therm for transmission service; and x
- b. \$0.0788 per therm for distribution service. x

The above rates shall be charged based on the functional services utilized by each Customer.

Cost of Gas Component: The basic charges for cost of service shall be increased or reduced, as appropriate, by the amount of the Cost of Gas Component for the billing month computed in accordance with the provisions of Rate Rider No. 4.

Access Fee: In addition to the rates for gas delivered, each Customer served under this Rate shall pay an Access Fee of \$20.00 per monthly billing period. x

Special Rate Adjustment: The charges shall be increased or reduced by the amounts indicated, as applicable to each particular area of service in the Special Rate Riders approved by the New Mexico Public Regulation Commission.

Tax Adjustment Clause: The charges may be increased by an amount equal to the sum of the taxes payable under the Gross Receipts and Compensating Tax Act and of all other taxes, fees or charges (exclusive of ad valorem, state and Federal income taxes) payable by the Company and levied or assessed by any governmental authority on the public utility service rendered, or on the right or privilege of rendering the service, or any object or event incidental to the rendition of service.

Terms of Payment: All bills under this Rate are due and payable when rendered and become delinquent twenty (20) calendar days thereafter. Any amount left unpaid thirty (30) days after the bill date is subject to a six hundred sixty seven one thousandths percent (0.667%) late payment charge.

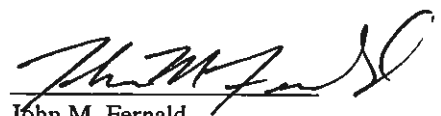
EFFECTIVE

JAN 31 2012

REPLACED BY NMPRC

BY Final Order Case No. 11-00042-UT

Advice Notice No. 27



John M. Fernald
Director, Regulatory Affairs

NMGCO#2451264

NEW MEXICO GAS COMPANY

FIRST REVISED RATE NO. 54
CANCELING ORIGINAL RATE NO. 54

SMALL VOLUME - GENERAL SERVICE

Page 2 of 2

INTERRUPTION, CURTAILMENT AND CAPACITY ALLOCATION OF SERVICE

Service under this Rate may be interrupted, curtailed or capacity allocated to protect service to higher priority Customers in accordance with the Company's Rule No. 21.

OTHER CONDITIONS

1. Service under this Rate is subject to applicable laws and orders, and to the Company's Rules and Regulations on file with the New Mexico Public Regulation Commission.
2. This Rate shall be used for special unmetered service such as gas street lights. Total hourly consumption of all gas burning appliances included, expressed in therms at the locations, shall be multiplied by 731 to determine the average monthly consumption of the service. The result, rounded to the next highest therm, shall then be billed at the rates provided in this Rate.
3. Certain Customers belonging in the "General Service" classification have executed special contracts. These Customers are to be designated as special contract Customers for the purpose of this Rate and all rules of service.
4. Any minimum bill provisions of contracts under which special contract Customers are served shall continue in effect. In computing any amount due thereunder, the amount of the Access Fee shall not be included.

EFFECTIVE

JAN 31 2012

REPLACED BY NMPRC

BY ____ Final Order Case No. 11-00042-UT

Advice Notice No. 27



John M. Fernald
Director, Regulatory Affairs

NMGCO#2451264