



PUBLIC NOTICE

EPCOR Water New Mexico Inc. (“EWNM”) has filed a Petition with the New Mexico Public Regulation Commission in Docket 26-0000103, requesting approval of new and revised rates for retail water utility service in its Clovis District. EWNM states that based on a test year ending December 31, 2025, as adjusted for post-test-year plant additions through August 31, 2026, EWNM’s cost of service demonstrates a revenue deficiency of \$2,775,370, representing a 22.89% increase over current revenues. This increase would produce a total revenue requirement of approximately \$14,898,175 on an adjusted rate base of \$45,474,118, reflecting a requested weighted cost of capital of 8.14% and a return on equity of 10.50%. According to EWNM, the rate increase is required to recover approximately \$47 million in EWNM’s capital investments in its Clovis water system in the eight years since its last rate case, including new wells and other water supply infrastructure necessitated by the continued decline of the Ogallala aquifer, EWNM’s only current source of water supply, and an associated increase in rate base of approximately \$11.8 million; an increase in the return on that rate base; and increases in operating expenses, including taxes other than income and depreciation expense.

NO ACTION IS REQUIRED ON YOUR PART UNLESS YOU WANT TO BECOME A PARTY OR COMMENT ON THE APPLICATION

EWNM’s proposed new and revised rates, as set forth in Advice Notice No. 42, would, if approved, affect all retail classifications.

EWNM’s proposed rates include a revised Purchased Water and Power Cost Adjustment Clause (Rate Rider No. 7), through which EWNM seeks authorization to periodically adjust its commodity rates with a surcharge designed to recover actual costs of purchased water (but not water rights) and electrical energy used in producing water, pursuant to NMSA 1978, § 62-8-7(F). In addition, EWNM is proposing to implement new customer rate options that include: (i) a new Low-Income Program, which will offer monthly credits of \$2.40 to qualifying

low-income residential customers and will be supported by a volumetric rate surcharge applicable to residential and commercial Clovis customers; (ii) a new Industrial Water Service Rate, which replaces a previous industrial special contract rate (Original Rate Rider 10); and (iii) a new surcharge to collect the costs of filing this rate case (Original Rate Rider 11).

Finally, EWNM is proposing a new Tank Maintenance Program for its Clovis district. The proposed 10-year program has a total cost of \$3,795,000 and establishes a normalized annual maintenance expense adjustment of \$379,500, as no tank maintenance expense was included in base period expenses. The Tank Maintenance Program is intended to balance the timing necessary to effectively and economically extend the life of EWNM's water storage tanks against the cost impact to customers and is substantially similar to tank maintenance programs previously approved for EPCOR's regulated Arizona water districts.

EWNM's complete Application and supporting documents are accessible through EWNM's Website at <https://www.epcor.com/us/en/news.html> and through the Commission's PRCe360 Docketing System <https://e360.prc.nm.gov/portal/public/#/public/nm-prc/en/home> under Docket Number 26-0000103. The Application is also available at the offices of EPCOR Water New Mexico, Inc., 1005 Norris Street, Clovis, New Mexico 88101.

The major events for public participation in this matter will occur as follows:

- Deadline to file motions to intervene to become a party: **November 13, 2026**
- Deadline to file intervenors' direct testimony: **January 11, 2027.**
- Deadline to file rebuttal testimony: **February 2, 2027.**
- Public Evidentiary Hearing: **February 16 - 19, 2027**

The following tables compare the proposed General Water Service rates with the current General Water Service rates for each customer classification in the Clovis service district under Advice Notice No. 42 proposed by EWNM. The Clovis municipal franchise charge of 2% will appear as a separate line item on bills to customers within the Clovis city limits.

Customer Classification	Usage	Metered Rates / thousand gallons ¹		
		Present	Proposed	% Change
Residential	First 4,500 gallons (600 cubic feet)	\$ 3.9302	\$ 4.2635	8%
Residential	Next 10,500 gallons (1,400 cubic feet)	\$ 4.9246	\$ 5.9686	21%
Residential	Over 15,000 gallons (2,000 cubic feet)	\$ 5.5662	\$ 6.7908	22%
Commercial 5/8"	First 22,400 gallons (3,000 cubic feet)	\$ 4.3193	\$ 4.7512	10%
Commercial 5/8"	Over 22,400 gallons (3,000 cubic feet)	\$ 5.0821	\$ 6.4005	26%
Commercial 1"	First 63,600 gallons (8,500 cubic feet)	\$ 4.3193	\$ 4.7512	10%
Commercial 1"	Over 63,600 gallons (8,500 cubic feet)	\$ 5.0821	\$ 6.4005	26%
Commercial 1 1/2"	First 67,300 gallons (9,000 cubic feet)	\$ 4.3193	\$ 4.7512	10%
Commercial 1 1/2"	Over 67,300 gallons (9,000 cubic feet)	\$ 5.0821	\$ 6.4005	26%
Commercial 2"	First 187,000 gallons (25,000 cubic feet)	\$ 4.3193	\$ 4.7512	10%
Commercial 2"	Over 187,000 gallons (25,000 cubic feet)	\$ 5.0821	\$ 6.4005	26%
Commercial 3"	First 261,800 gallons (35,000 cubic feet)	\$ 4.3193	\$ 4.7512	10%
Commercial 3"	Over 261,800 gallons (35,000 cubic feet)	\$ 5.0821	\$ 6.4005	26%
Commercial 4"	First 336,600 gallons (45,000 cubic feet)	\$ 4.3193	\$ 4.7512	10%
Commercial 4"	Over 336,600 gallons (45,000 cubic feet)	\$ 5.0821	\$ 6.4005	26%
Commercial 6"	First 897,700 gallons (120,000 cubic feet)	\$ 4.3193	\$ 4.7512	10%
Commercial 6"	Over 897,700 gallons (120,000 cubic feet)	\$ 5.0821	\$ 6.4005	26%
Commercial 8"	First 897,700 gallons (120,000 cubic feet)	\$ 4.3193	\$ 4.7512	10%
Commercial 8"	Over 897,700 gallons (120,000 cubic feet)	\$ 5.0821	\$ 6.4005	26%
Commercial 10"	First 897,700 gallons (120,000 cubic feet)	\$ 4.3193	\$ 4.7512	10%
Commercial 10"	Over 897,700 gallons (120,000 cubic feet)	\$ 5.0821	\$ 6.4005	26%
Commercial 12"	First 897,700 gallons (120,000 cubic feet)	\$ 4.3193	\$ 4.7512	10%
Commercial 12"	Over 897,700 gallons (120,000 cubic feet)	\$ 5.0821	\$ 6.4005	26%
Public Authority ²	First 135,307,300 gallons (18,088,000 cubic feet)	\$ 3.5432	\$ 4.1711	18%
Public Authority ²	Over 135,307,300 gallons (18,088,000 cubic feet)	\$ 4.2519	\$ 5.0054	18%
Industrial	First 1.1 million gallons per day	\$ -	\$ 6.6142	
Industrial	1.1 to 1.3 million gallons per day	\$ -	\$ 13.2283	
Industrial	Over 1.3 million gallons per day	\$ -	\$ 26.4567	

¹ Water service is actually measured and billed in units of 100 cubic feet (Ccf) 1 Ccf = 750 gallons

² School and Municipal Service

Meter Size	Residential, Commercial, Industrial Service Charge Rates			School and Municipal Service Charge Rates		
	Present	Proposed	% Change	Present	Proposed	% Change
5/8" - 3/4"	\$ 15.06	\$ 16.34	8%	\$ 15.06	\$ 16.34	8%
1"	22.60	31.86	41%	22.60	31.86	41%
1½"	37.66	59.23	57%	37.66	59.23	57%
2"	52.72	90.27	71%	52.72	90.27	71%
3"	75.31	162.56	116%	75.31	162.56	116%
4"	135.56	264.67	95%	135.56	264.67	95%
6"	188.27	479.91	155%	188.27	479.91	155%
8"	376.53	812.79	116%	376.53	812.79	116%
10"	527.12	1,159.95	120%	527.12	1,159.95	120%
12"	978.99	2,164.72	121%	978.99	2,164.72	121%
Public Fire ¹	32.01	41.43	29%			
Private Fire ¹	\$ 66.30	\$ 100.31	51%			

¹ The Company will bill Public and Private Fire on a monthly basis

EPCOR WATER NEW MEXICO - CLOVIS DISTRICT					
Typical Base Rate Bills - Residential 5/8" Meter					
Usage ¹		Present Charges	Proposed Charges	Difference	
Gallons	Cubic Feet			Amount	% Change
-	-	\$ 15.06	\$ 16.34	\$ 1.28	8%
5000	668	\$ 35.21	\$ 38.51	\$ 3.30	9%
10,000	1,337	\$ 59.83	\$ 68.35	\$ 8.52	14%
15,000	2,005	\$ 84.45	\$ 98.19	\$ 13.74	16%
20,000	3,342	\$ 140.12	\$ 166.10	\$ 25.98	19%

¹ Water service is actually measured and billed in units of 100 cubic feet (Ccf) 1 Ccf = 750 gallons

These rate comparisons are for informational purposes only and the final rate design may vary the final rates ultimately charged to each class and for each consumption level.

PUBLIC HEARING

A public hearing to hear and receive testimony and exhibits about the Application is set for **Tuesday, February 16 – Friday, February 19, 2027, commencing at 9 a.m. each day.** The hearing will be conducted online and can be viewed via livestream on the Commission's YouTube channel and its website, <https://www.prc.nm.gov/public-hearings/>. Please

contact the Commission for confirmation of the hearing, because hearings are occasionally cancelled or rescheduled.

PUBLIC COMMENT

People who are not associated with a party to this case may make written or oral comment, without becoming an intervenor, as allowed by Rule 1.2.2.23(F) NMAC. But written or oral comment will not be considered as evidence in the proceeding. Written comments must refer to **Docket Number 26-0000103** and be submitted before the Commission makes a final decision. Written comments should be submitted online through the PRCe360 Docketing System provided below. Comments can also be sent via US mail to PRC Records P.O. Box 1269, Santa Fe, NM 87504.

Alternatively, oral public comments are also welcome during Commission open meetings. The open meeting schedule can be found at www.prc.nm.gov/nmprc-open-meeting-agenda/. Email public.comment@prc.nm.gov or call (505) 490-7910 to sign up to comment online or by phone at an open meeting.

Instructions to submit written public comment online, to file pleadings and other documents, and to search Commission dockets are found at <https://e360.prc.nm.gov/portal/public/#/public/nm-prc/en/home>. All filings subject to deadlines must be submitted within regular business hours of the due date to be considered timely filed.

TO BECOME A PARTY

If you wish to appear in this docket as a party, you must file a motion for leave to intervene, pursuant to 1.2.2.23 NMAC, on or before **October 13, 2026**. Intervenors must become familiar with the rules regarding practicing before the Commission and all other applicable rules.

The Commission's Rules of Procedure 1.2.2 NMAC apply except as modified by order of the Commission or Hearing Examiner. These and other rules are available online at <https://srca.nm.gov/nmac-home/nmac-titles/>.

THE DEADLINES GIVEN ABOVE ARE NOT ALL THE DEADLINES SET FORTH IN THIS MATTER, AND PARTIES AND POTENTIAL INTERVENORS ARE ADVISED TO READ THE COMPLETE PROCEDURAL ORDER ISSUED ON **September 21, 2026**, FOUND ON THE PRCe360 DOCKETING SYSTEM.

PEOPLE WITH DISABILITIES WHO, IN ORDER TO ATTEND OR PARTICIPATE IN THE, REQUIRE A READER, AMPLIFIER, QUALIFIED SIGN LANGUAGE INTERPRETER, OR ANY OTHER FORM OF AUXILIARY AID OR SERVICE OR OTHER TYPE OF ACCESSIBLE FORMAT OF PUBLIC DOCUMENTS, PLEASE CONTACT THE DIRECTOR OF ADMINISTRATIVE SERVICES OF THE COMMISSION AT (505) 827-8019 AS SOON AS POSSIBLE PRIOR TO THE HEARING.

Any person who desires more information about this case may contact the Commission by phone at (505) 827-4084 or 1-888-427-5772 or by email at Ryan.Jimenez@prc.nm.gov.

BEFORE THE NEW MEXICO PUBLIC REGULATION COMMISSION

IN THE MATTER OF THE APPLICATION OF EPCOR	)	
WATER NEW MEXICO INC. FOR REVISION OF ITS	)	Docket No. 26-0000103
WATER RATES FOR ITS CLOVIS DISTRICT	)	

AMENDED PROCEDURAL ORDER

THIS MATTER comes before Keven Gedko and Nicholas Rossi, appointed hearing examiners for the New Mexico Public Regulation Commission (“Commission”), upon EPCOR Water New Mexico’s (“EWNM”) Petition for Revision of Rates for Water Service (“Petition”).

Being duly informed, the Hearing Examiners **FIND** and **CONCLUDE**:

1. On August 31, 2026, EWNM filed its Petition. In its Petition, EWNM requests the Commission:

- a) to promptly conduct such investigations and hearings with respect to its Petition and the rates filed under Advice Notice No. 42 as it deems necessary.¹
- b) upon the conclusion of such investigations and hearings to promptly authorize the proposed rates to become effective as provided by law, or, in the alternative, to promptly determine the value, for ratemaking purposes, of the properties EWNM devoted to the rendition of water utility service, the fair rate of return which EWNM is entitled to earn thereon, the total annual revenues which are required to pay the full costs of providing water utility service and yield that rate of return, and appropriate rates designed to produce those total annual revenues;²

¹ Petition (August 31, 2026) at 7.

² *Id.*

c) to order such other or further relief as may be appropriate under the circumstances.³

2. The Petition and supporting documents are accessible online on EWNM's website, <https://www.epcor.com/us/en/news.html> and on the Commission's PRCe360 Case System <https://e360.prc.nm.gov> under Docket Number 26-0000103. The Application is also available at the offices of EPCOR Water New Mexico, Inc., 1005 Norris Street, Clovis, New Mexico 88101.

3. On September 9, 2026, the Commission issued an order appointing the above named Hearing Examiners to preside over this matter.

4. On September 16, 2026, the Hearing Examiners conducted a scheduling conference. Representatives from EWNM, Utility Division Staff of the Commission ("Staff"), the New Mexico Department of Justice ("NMDOJ"), and the City of Clovis attended the prehearing conference. The procedural schedule and the process for public notice were discussed. Accordingly, the Hearing Examiners find that the following procedural dates and requirements should be adopted in this proceeding.

IT IS THEREFORE ORDERED:

A. As soon as practicable, but no later than **October 31, 2026**, EWNM shall, at its sole expense, (1) mail the approved Notice attached here as **Attachment A** to customers by bill stuffer or e-mail (if the customer has enrolled in electronic/digital billing); (2) publish the Notice once in The Albuquerque Journal; (3) post on its website in a location that is maximally visible to customers, copies of the Notice, the Petition, and the supporting testimony, exhibits, and related

³ *Id.*

papers. As soon as practicable, EWNM shall also cause, at its sole expense, the Notice to be published once in The Eastern New Mexico News.

B. EWNM shall file promptly in this docket an affidavit confirming it completed the forms of mailing, publication, and posting identified above.

C. The Notice will also be posted on the Legal Notices section of the Commission's website <https://www.prc.nm.gov/nmprc-legal-notices/>.

D. Anyone desiring to intervene in this case must file a motion for leave to intervene in conformity with the Commission's Rules of Procedure 1.2.2.23(A) and 1.2.2.23(B) NMAC on or before **November 13, 2026**.

E. Staff shall, and any intervenors may, file direct testimony by **January 11, 2027**.

F. Any rebuttal testimony shall be filed on or before **February 2, 2027**.

G. Any settlement stipulation shall be filed on or before **February 5, 2027**.

H. Any motions with respect to direct testimony, including motions in limine, and motions to strike testimony, shall be filed on or before **January 27, 2027**. Responses to such motions shall be filed on or before **February 3, 2027**.

I. Any motions with respect to rebuttal testimony, including motions in limine, and motions to strike testimony, shall be filed on or before **February 5, 2027**. Responses to such motions shall be filed on or before **February 10, 2027**.

J. Discovery matters and disputes shall be governed by the Commission's discovery rules at 1.2.2.25 NMAC. Agreements between or among any of the participants regarding discovery matters is encouraged. All other participants shall be notified of such agreements. The parties shall raise any disputes, questions, or concerns regarding discovery with the Hearing Examiner at the earliest available opportunity so that all such issues may be considered well in

advance of the hearing. Motions regarding discovery disputes will not be considered unless accompanied by a statement that the participants made a good faith effort to resolve the dispute but were unable to do so.

K. A public hearing shall be held commencing at **9:00 a.m. on February 16, 2027**, and as necessary will continue through **February 19, 2027**, via the Zoom video-conferencing platform. The hearing may be vacated if deemed unnecessary. *See* 17.1.2.8(C)(3) NMAC. The hearing will be livestreamed on YouTube and will be displayed on the Commission's website at <https://www.prc.nm.gov/public-hearings/>.

L. People who are not affiliated with a party may make oral or written comment as allowed by Rule 1.2.2.23(F) NMAC. Written comments must refer to Docket Number 26-0000069 and be submitted through the PRCe360 Docketing System; or sent via US mail to PRC Records P.O. Box 1269, Santa Fe, NM 87504. Oral public comment is welcome at Commission open meetings. The open meeting schedule can be found at www.prc.nm.gov/nmprc-open-meeting-agenda/. Email public.comment@prc.nm.gov or call (505) 490-7910 to sign up to comment online or by phone at an open meeting. If the Commission determines a separate hearing should be set for oral comments, the date, time, and location will be announced on the Commission's website, <https://www.prc.nm.gov/>.

M. Since the evidentiary hearing will be conducted via Zoom, parties and Staff will be required to electronically distribute the exhibits they intend to offer for admission into evidence at the hearing in advance of the hearing. That electronic distribution shall provide the documents to

all parties, the Hearing Examiner, and the court reporter. The requirements for those and any other necessary submissions shall be set forth in a subsequent order issued by the Hearing Examiner.⁴

N. Anyone filing prepared testimony consistent with 1.2.2.35(I) NMAC on behalf of a party shall attend the hearing and submit to examination under oath and shall appear via the Zoom video feed.

O. The procedural dates and requirements provided here are subject to further order of the Hearing Examiner or the Commission.

P. The Commission's Rules of Procedure, 1.2.2.1 NMAC *et seq.*, shall apply except as modified by order of the Hearing Examiner or the Commission. The rules of procedure and other PRC rules are available online at <https://www.srca.nm.gov/nmac-home/nmac-titles/>.

Q. All Filings must be submitted online through the PRCE360 Case System <https://e360.prc.nm.gov/>.

R. All filings shall be emailed to the Hearing Examiners on the date filed at Keven.Gedko@prc.nm.gov and Nichola.Rossi@prc.nm.gov by no later than 5:00 p.m. MT. Filings emailed to the Hearing Examiners shall include the Word or other native version of the filing (e.g., Excel or Power Point) if created in such format. All PDF documents shall be Optical Character Recognition ("OCR") enabled. Any filings not emailed to the Hearing Examiners in compliance with the requirements of this order and Commission rules are subject to being summarily rejected and stricken from the record at the Hearing Examiners' discretion.

⁴ Parties will be required to utilize Dropbox to upload and download documents. See <https://www.dropbox.com>. All parties should familiarize themselves with use of that file-sharing application.

PEOPLE WITH DISABILITIES WHO, IN ORDER TO ATTEND OR PARTICIPATE IN THE HEARING, REQUIRE A READER, AMPLIFIER, QUALIFIED SIGN LANGUAGE INTERPRETER, OR ANY OTHER FORM OF AUXILIARY AID OR SERVICE OR OTHER TYPE OF ACCESSIBLE FORMAT OF PUBLIC DOCUMENTS, MUST CONTACT THE DIRECTOR OF ADMINISTRATIVE SERVICES OF THE COMMISSION AT (505) 827-8019 AS SOON AS POSSIBLE PRIOR TO THE HEARING.

ISSUED under the seal of the Commission at Santa Fe, New Mexico, on September 21, 2026.

NEW MEXICO PUBLIC REGULATION COMMISSION



A handwritten signature in black ink that reads "Keven Gedko". The signature is written in a cursive, flowing style.

Keven Gedko
Hearing Examiner
Keven.Gedko@prc.nm.gov