

ORDINANCE NO. 97-112

AN ORDINANCE OF THE CITY OF BELLS, TEXAS, FIXING RATES, APPROVING THE TRANSITION TO COMPETITION PLAN PRESENTED TO THE CITY IN OPEN MEETING; AND PROVIDING THAT THE ORDINANCE SHALL BECOME EFFECTIVE FROM AND AFTER ITS PASSAGE AND ADOPTION.

WHEREAS, the City of BELLS, Texas as a regulatory authority under the Public Utility Regulatory Act, has the authority to review and approve The Transition Plan filed with the City by Texas-New Mexico Power Company; and

WHEREAS, the City has reviewed the Plan proposed by Texas-New Mexico Power Company and finds that it is in the best interest of City and its citizens to approve such Plan; and

WHEREAS, the City finds that Public Utility Commission of Texas is also considering The Transition Plan presented by Texas-New Mexico Power Company and the Plan as finally approved by such Commission may be different than the Plan approved by this Ordinance;

NOW THEREFORE, BE IT ORDAINED BY THE CITY Council OF THE CITY OF BELLS, TEXAS:

1. The findings and recitals set forth in the preamble are adopted in their entirety.
2. Pursuant to the Public Utility Regulatory Act Sections 2.101et seq., the City approves The Transition Plan as presented to the City.
3. The City finds that it is appropriate for Texas-New Mexico Power Company to file tariffs reflecting rate decreases in the amount of 2% incrementally for residential customers to be effective on January 1, 1998, January 1, 2000, and January 1, 2002.
4. The City finds that it is appropriate for Texas-New Mexico Power Company to file tariffs reflecting rate decreases in the amount of 1% incrementally for General Service, Municipal Power, and Street Lighting customer classes to be effective on January 1, 1998, January 1, 2000, and January 1, 2002.
5. The City approves the filing of the forms of tariffs presented to the City in this filing by Texas-New Mexico Power Company reflecting the rate decreases approved above.
6. The City directs the City Secretary to maintain a true and correct copy of The Transition Plan filed by Texas-New Mexico Power Company in the City records and to attach a certified copy of these resolutions to such Plan.
7. The City directs Texas-New Mexico Power Company, and the Company agrees, to present to the City any changes to The Transition Plan which may be approved by the Public Utility Commission of Texas for the City's review and approval.

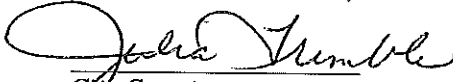
PASSED AND APPROVED on first reading the 12 day of AUGUST, 1997.

~~PASSED AND APPROVED~~ on second reading the ____ day of _____, 1997.

~~PASSED, APPROVED, AND ADOPTED~~ on third and final reading the ____ day of _____ of 1997.

Honorable Mayor,

ATTEST:


City Secretary,