

EE/LM Compliance

- IOUS are required to achieve savings of no less than 5% of 2020 total retail kWh sales to New Mexico customer classes that have the opportunity to participate in calendar year 2025 as a result of energy efficiency and load management programs implemented in years 2021 through 2025.
 - Required Utilities to file Staggered Triennial Plan Filings
 - Required EE/LM funding to be set at 3-5% of customer billing
 - Overage/Underages applied to next Plan Year (PY) Budget (EX: 2023 underspend will increase 2025 approved budget.)
- Programs must be cost effective through the Utility Cost Test.
- Programs must be evaluated every three years by Statewide Evaluator
- Plans and Annual Reports on [Xcelenergy.com](https://www.xcelenergy.com)

Current Demand Management Offerings in SPS-NM

- Residential Thermostat Rewards – The Residential Thermostat Rewards program (previously known as Smart Thermostats) allows customers to enroll their thermostat devices into the cooling and/or heating rewards program and receive demand response incentives in the form of bill credits for doing so. The program also offers a \$50 energy efficiency rebate for eligible devices. Customers can participate in the program through the Bring Your Own Thermostat (“BYOT”) channel for those who already have a device or through the Direct Install channel, where the Company will provide a device and installation of the device free-of-charge. In exchange for joining the Residential Thermostat Rewards program, customers allow SPS to call cooling and/or heating demand response events and measure the capacity savings of such events. Customers must have electric heat or central AC, an eligible Wi-Fi enabled smart thermostat, and receive electric service from SPS in order to qualify for the program.
- Business Thermostat Rewards – The Business Thermostat Rewards program seeks to reduce system load by using smart thermostats to curtail air conditioning (“AC”) unit load during months where air conditioning load is active. The offering is targeted towards the small-to-medium size business customers and will offer to install smart thermostats free of charge through the program contractors for thermostats that control a central AC or rooftop unit. In addition to the direct install channel, the program will have a Bring Your Own Thermostat (BYOT) enrollment channel option for those customers with an eligible smart thermostat already installed and controlling an eligible cooling load. BYOT customers will receive an enrollment incentive in the form of a bill credit upon program eligibility verification and all customers who remain enrolled in the program will receive an annual bill credit for each actively enrolled thermostat.