

PNM RESOURCES INC
Form 10-K/A
April 19, 2006

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549**

**FORM 10-K/A
(Amendment No. 1)**

**ANNUAL REPORT PURSUANT TO SECTION 13 OR 15(d)
OF THE SECURITIES EXCHANGE ACT OF 1934**

For the Fiscal Year Ended December 31, 2005

Commission File Number	Registrants, State of Incorporation, Address and Telephone Number	I.R.S. Employer Identification No.
001-32462	PNM Resources, Inc. (A New Mexico Corporation) Alvarado Square Albuquerque, New Mexico 87158 (505) 241-2700	85-0468296
001-06986	Public Service Company of New Mexico (A New Mexico Corporation) Alvarado Square Albuquerque, New Mexico 87158 (505) 241-2700	85-0019030
002-97230	Texas-New Mexico Power Company (A Texas Corporation) 4100 International Plaza, P.O. Box 2943 Fort Worth, Texas 76113 (817) 731-0099	75-0204070

Securities Registered Pursuant To Section 12(b) Of The Act:

Registrant	Title of Each Class	Name of Each Exchange on Which Registered
PNM Resources, Inc.	Common Stock, no par value	New York Stock Exchange
PNM Resources, Inc.	6.75% Equity Units, \$50 stated value	New York Stock Exchange

Securities Registered Pursuant To Section 12(g) Of The Act:

Registrant	Title of Each Class
Public Service Company of New Mexico	1965 Series, 4.58% Cumulative Preferred Stock

Edgar Filing: PNM RESOURCES INC - Form 10-K/A

(\$100 stated value without sinking fund)

Indicate by check mark whether each registrant is a well-known seasoned issuer, as defined in Rule 405 of the Securities Act.

PNM Resources, Inc. ("PNMR")	YES	<input type="checkbox"/>	NO
Public Service Company of New Mexico ("PNM")	YES	<input type="checkbox"/>	NO <input type="checkbox"/>
Texas-New Mexico Power Company ("TNMP")	YES	<input type="checkbox"/>	NO <input type="checkbox"/>

Indicate by check mark if each registrant is not required to file reports pursuant to Section 13 or Section 15(d) of the Act.

PNMR	YES	<input type="checkbox"/>	NO <input type="checkbox"/>
PNM	YES	<input type="checkbox"/>	NO <input type="checkbox"/>
TNMP	YES	<input type="checkbox"/>	NO <input type="checkbox"/>

Edgar Filing: PNM RESOURCES INC - Form 10-K/A

Indicate by check mark whether PNMR and PNM (1) have filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports) and (2) have been subject to such filing requirements for the past 90 days. YES NO

Indicate by check mark whether TNMP (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports) and (2) has been subject to such filing requirements for the past 90 days. YES NO

(NOTE: As a voluntary filer, not subject to the filing requirements, TNMP filed all reports under Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months.)

Indicate by check mark if disclosure of delinquent filers pursuant to Item 405 of Regulation S-K is not contained herein, and will not be contained, to the best of registrants' knowledge, in definitive proxy or information statements incorporated by reference in Part III of this Form 10-K or any amendment to this Form 10-K.

Indicate by check mark whether PNMR is a large accelerated filer, an accelerated filer, or a non-accelerated filer (as defined in Rule 12b-2 of the Act).

Large accelerated filer Accelerated filer Non-accelerated filer

Indicate by check mark whether PNM and TNMP are large accelerated filers, accelerated filers, or non-accelerated filers (as defined in Rule 12b-2 of the Act).

Large accelerated filer Accelerated filer Non-accelerated filer

Indicate by check mark whether the registrants are a shell company (as defined in Rule 12b-2 of the Exchange Act). YES NO

As of February 28, 2006, 68,786,286 shares of common stock, no par value per share, of PNMR were outstanding.

The total number of shares of Common Stock of PNM outstanding as of February 28, 2006 was 39,117,799 all held by PNMR (and none held by non-affiliates).

The total number of shares of Common Stock of TNMP outstanding as of February 28, 2006 was 9,615 all held indirectly by PNMR (and none held by non-affiliates).

On June 30, 2005 the aggregate market value of the voting stock held by non-affiliates of PNMR as computed by reference to the New York Stock Exchange composite transaction closing price of \$28.81 per share reported by The Wall Street Journal, was \$1,980,440,339.

EXPLANATORY NOTE REGARDING AMENDMENT NO. 1

This Form 10-K/A (the "Amendment") is being filed to amend Part II, Item 8 of the Registrants' Annual Reports filed on Form 10-K for the fiscal year ended December 31, 2005, which was filed with the SEC on March 14, 2006 (the "Original Filing").

Edgar Filing: PNM RESOURCES INC - Form 10-K/A

The Amendment is being filed solely to correct an inadvertent typographical error that occurred during the conversion of the 10-K to the SEC's EDGAR system software. After the Company submitted the Original Filing to the SEC, Company management noted a typographical error in the PNM Consolidated Statement of Cash Flows for the year ended December 31, 2005, on page B-26. The line item reported as "Change in intercompany borrowings"

ii

in the Cash Flows From Financing Activities was reported as \$25,555 (in thousands) rather than \$255 (in thousands). This typographical error did not have an impact on any other amounts reported in PNM's Consolidated Statement of Cash Flows.

For the convenience of the reader, the Amendment sets forth the Original Filing in its entirety, with the exception of the correction described above. In addition, this Amendment has been signed as of a current date and all certifications of the Registrants' Chief Executive Officer and Chief Financial Officer are given as of a current date. This Amendment does not reflect events occurring after the filing of the Original Filing or modify or update the Original Filing in any way other than to correct the inadvertent typographical error described above.

PNM AND TNMP MEET THE CONDITIONS SET FORTH IN GENERAL INSTRUCTIONS (I) (1) (a) AND (b) OF FORM 10-K AND ARE THEREFORE FILING THIS FORM WITH THE REDUCED DISCLOSURE FORMAT PURSUANT TO GENERAL INSTRUCTION (I) (2).

DOCUMENTS INCORPORATED BY REFERENCE

Portions of the following document are incorporated by reference into Part III of this report:

Proxy Statement to be filed by PNMR with the SEC pursuant to Regulation 14A relating to the annual meeting of stockholders of PNMR to be held on May 16, 2006.

This Form 10-K represents separate filings by PNMR, PNM and TNMP. Information herein relating to an individual registrant is filed by that registrant on its own behalf. PNM makes no representations as to the information relating to PNMR and its subsidiaries other than PNM. TNMP makes no representations as to the information relating to PNMR and its subsidiaries other than TNMP. When this Form 10-K is incorporated by reference into any filing with the SEC made by PNM or TNMP, the portions of this Form 10-K that relate to PNMR and its subsidiaries other than PNM or TNMP, respectively, are not incorporated by reference therein.

On June 6, 2005, PNMR completed its acquisition of TNP Enterprises, Inc. and Subsidiaries. See Note 2 in the Notes to Consolidated Financial Statements under Part II, Item 8. "Financial Statements and Supplementary Data," of this report for further information. Commencing with the Form 10-Q for the quarter ended June 30, 2005, TNMP was included in the filing of PNMR and PNM.

PNM RESOURCES, INC. AND SUBSIDIARIES
PUBLIC SERVICE COMPANY OF NEW MEXICO AND SUBSIDIARY
TEXAS-NEW MEXICO POWER COMPANY AND SUBSIDIARIES

INDEX

		<u>Page</u>
GLOSSARY		vi
PART I		
ITEM 1.	BUSINESS	A-1
	THE COMPANY	A-1
	COMPANY WEBSITE	A-1
	REGULATED OPERATIONS	A-2
	PNM Electric	A-2
	TNMP Electric	A-3
	PNM Gas	A-4
	UNREGULATED OPERATIONS	A-5
	PNM Wholesale	A-5
	First Choice	A-6
	CORPORATE AND OTHER	A-6
	SOURCES OF POWER	A-7
	MARKET REACH	A-8
	FUEL AND WATER SUPPLY	A-9
	RATES AND REGULATION	A-10
	ENVIRONMENTAL MATTERS	A-13
	COMPETITION	A-13
	EMPLOYEES	A-14
ITEM 1A.	RISK FACTORS	A-15
ITEM 1B.	UNRESOLVED STAFF COMMENTS	A-24
ITEM 2.	PROPERTIES	A-25
ITEM 3.	LEGAL PROCEEDINGS	A-27
ITEM 4.	SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS	A-28
PART II		
ITEM 5.	MARKET FOR THE COMPANY'S COMMON EQUITY, RELATED STOCKHOLDER MATTERS AND ISSUER PURCHASES OF EQUITY SECURITIES	A-30
ITEM 6.	SELECTED FINANCIAL DATA	A-32

ITEM 7.	MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATION	A-36
ITEM 7A.	QUANTITATIVE AND QUALITATIVE DISCLOSURE ABOUT MARKET RISK	A-80
ITEM 8.	FINANCIAL STATEMENTS AND SUPPLEMENTARY DATA	B-1
ITEM 9.	CHANGES IN AND DISAGREEMENTS WITH ACCOUNTANTS ON ACCOUNTING AND FINANCIAL DISCLOSURE	C-1
ITEM 9A.	CONTROLS AND PROCEDURES	C-1
ITEM 9B.	OTHER INFORMATION	C-1

PART III

ITEM 10.	DIRECTORS AND EXECUTIVE OFFICERS OF THE COMPANY	D-1
----------	---	-----

ITEM 11.	EXECUTIVE COMPENSATION	D-1
----------	------------------------	-----

ITEM 12.	SECURITY OWNERSHIP OF CERTAIN BENEFICIAL OWNERS AND MANAGEMENT AND RELATED STOCKHOLDER MATTERS	D-1
----------	--	-----

ITEM 13.	CERTAIN RELATIONSHIPS AND RELATED TRANSACTIONS	D-1
----------	--	-----

ITEM 14.	PRINCIPAL ACCOUNTANT FEES AND SERVICES	D-1
----------	--	-----

PART IV

ITEM 15.	EXHIBITS, FINANCIAL STATEMENT SCHEDULES	E-1
----------	---	-----

SIGNATURES		E-25
------------	--	------

GLOSSARY

Afton	Afton Generating Station
ALJ	Administrative Law Judge
Altura	Altura Power L.P.
APB	Accounting Principles Board
APS	Arizona Public Service Company
ARO	Asset Retirement Obligation
Avistar	Avistar, Inc.
BLM	U.S. Department of the Interior Bureau of Land Management
BNCC	BHP Navajo Coal Company
Board	Board of Directors
BTU	British Thermal Unit
Cal PX	California Power Exchange
Cal ISO	California Independent System Operator
CCN	Certificate of Public Convenience and Necessity
Company	PNM Resources, Inc. and Subsidiaries
Congress	United States Congress
Constellation	Constellation Energy Commodities Group, Inc.
Decatherm	1,000,000 BTUs
Delta	Delta-Person Limited Partnership
DOJ	United States Department of Justice
Duke	Duke Energy Corporation
EaR	Earnings at Risk
EIP	Eastern Interconnection Project
EITF	Emerging Issues Task Force
EPE	El Paso Electric Company
EPA	United States Environmental Protection Agency
ERCOT	Electric Reliability Council of Texas
ESPP	Employee Stock Purchase Plan
FASB	Financial Accounting Standards Board
Farmington	City of Farmington, New Mexico
FCPSP	