ENTERGY SERVICES, INC.
FEDERAL ENERGY REGULATORY COMMISSION
2015 Attachment O Annual Rate Update

Response of: Entergy Services, Inc.
to the Third Set of Data Requests
of Requesting Party: Arkansas Electric
Cooperative Corporation

Filed: 5/20/16

Question No.: AECC 3-3 Part No.: Addendum:

Question:

With reference to Entergy's response to AECC 2-4c, based on the description Entergy provided for the expense category "OIT Decommissioning", please provide the justification for recording these expenses to Account 566 – Miscellaneous Transmission Expenses rather than to Account 557 – Other Expenses, or other non-transmission O&M account.

Response:

The expense category OIT Decommissioning captures costs to identify, plan, and implement asset decommissioning related to operations information technology systems consolidation efforts. The costs captured in this category include recovery, development, implementation, and process improvements related to operations information technology systems that support the transmission function. As a result, these expenses were properly booked to account 566.