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

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

Filed: 01/22/2016

Question No.: AECC 1-13 Part No.: Addendum:

Question:

Refer to EAI'S 2014 FERC Form 1 page 323, line 185, Account 924 – Property Insurance, please explain and provide supporting documentation for the increase of approximately $7.1 million, or 33%, above the 2013 expense.

Response:

Please see the attached detail.

For the year-over-year increase, approximately ($1.7) million is associated with billings for fire and property insurance and $8.9 million is associated with other insurance and loss reserves. Storm damages accruals are removed from the calculation pursuant to the settlement filed at FERC in Docket No. ER13-948 on July 31, 2015.

AECC 1-13 Account 924 2013 vs. 2014

Account	Account Desc	Resource Desc	2013 Monetary Amount	2014 Monetary Amount	Change in $	% Change Related to overall variance
924000	Property Insurance Expense	Business Meals/Entertainment	$ 89	$ -	$ (89)	0.00%
924000	Property Insurance Expense	Other Employee Expenses	$ 90	$ -	$ (90)	0.00%
924000	Property Insurance Expense	Travel Transportation	$ 895	$ -	$ (895)	0.00%
924000	Property Insurance Expense	Lodging	$ 332	$ -	$ (332)	0.00%
924000	Property Insurance Expense	Fire & Property Insurance	$ 6,476,211	$ 4,732,227	$ (1,743,984)	-7.92%
924000	Property Insurance Expense	Oth Insurance & Loss Reserves	$ 15,773,975	$ 24,658,677	$ 8,884,702	40.37%
924000	Property Insurance Expense	Service Company Billings	$ 199,424	$ 137,259	$ (62,165)	-0.28%
924000	Property Insurance Expense	Cascade Billing Through EOI	$ 30,514	$ 27,905	$ (2,609)	-0.01%
924000	Property Insurance Expense	Ins Recovery Funds	$ (41,592)	$ -	$ 41,592	0.19%
924000	Property Insurance Expense	Service Company Recipient	$ 26,655	$ 18,520	$ (8,135)	-0.04%
924000	Property Insurance Expense	ServCo Recip-Cascade-EOI	$ 4,453	$ 3,987	$ (466)	0.00%
924000	Property Insurance Expense	Balance Sheet Default	$ -	$ 4	$ 4	0.00%
924000	Property Insurance Expense	Co-Owner Credits	$ (462,043)	$ (456,439)	$ 5,604	0.03%
			$ 22,009,003	$ 29,122,140	$ 7,113,137	32.32%
					32.32%	

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