ENTERGY SERVICES, INC.
FEDERAL ENERGY REGULATORY COMMISSION
2017 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: 8/25/17

Question No.: AECC 1-28 Part No.: Addendum:

Question:

In reference to EAI's 2016 FERC Form 1 page 323, line 187, Account 926 – Employee Pensions and Benefits, please explain and provide supporting documentation for the decrease of approximately $19.3 million, or 22%, below the 2015 expense.

Response:

The decrease in Account 926 is primarily due to a decrease in net periodic pension and other postretirement benefits costs as a result of an increase in the discount rate used to value the benefit liabilities and a refinement in the approach used to estimate the service cost and interest cost components of pension and other postretirement costs.

GL Business Unit	Account	Source Resource and Desc	2015	2016	Variance
A0000	926000	716 - OPEB Service Cost Loader	6,262,733	4,165,037	(2,097,696)
		717 - OPEB Non-Service Cost Loader	1,682,322	(2,934,708)	(4,617,030)
		718 - Qual Pension Svc Cost Loader	25,149,603	20,339,813	(4,809,790)
		719 - Qual Pens Non-Svc Cost Loader	25,895,025	11,703,294	(14,191,731)
			58,989,683	33,273,436	(25,716,246)