

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: East Texas Electric
Corporative

Filed: 08/28/17

Question No.: ETEC 1-22

Part No.:

Addendum:

Question:

In reference to ETI'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 \$5.6 million, or 24%, 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.

Source Resource	2015	2016	Variance
716 - OPEB Service Cost Loader	1,690,942	1,324,017	(366,924)
717 - OPEB Non-Service Cost Loader	(1,564,276)	(2,602,812)	(1,038,537)
718 - Qual Pension Svc Cost Loader	6,555,241	5,561,640	(993,601)
719 - Qual Pens Non-Svc Cost Loader	3,889,138	(192,240)	(4,081,378)
	10,571,045	4,090,605	(6,480,440)