

ENTERGY GULF STATES, INC.
PUBLIC UTILITY COMMISSION OF TEXAS
Docket No. 22356

Response of: Entergy Gulf States, Inc.
to the Fifteenth Set of Data Requests

Prepared By: Sheila M. Johnson
Sponsoring Witness: James David
Wright

of Requesting Party: Cities

Beginning Sequence No.
Ending Sequence No.

Question No.: CITIES 15-10

Part No.:

Addendum:

Question:

Referring to Mr. Pregeant's Table 1, explain why EGSI's uncollectible accounts expense (FERC Account 904) for 1997 was negative \$74,831,533. Provide EGSI's uncollectible accounts expense for each year for the years 1993 to 1998.

Response:

The EGSI Uncollectible Accounts (FERC 904) expense for the years 1993 to 1998 were as follows:

- 1998 \$ 3,281,233
- 1997 \$(74,831,533)
- 1996 \$10,942,265
- 1995 \$24,117,365
- 1994 \$665,695
- 1993 \$1,033,682

EGSI's FERC Account 904 (Uncollectible Accounts) for 1997 was a large negative value because it includes the residual amount resulting from the Cajun settlement. This entailed the reversal of deferred receipts and payments from years prior to 1997, which had been recorded to FERC Account 904.

All amounts during the bankruptcy related to the following were reversed:

- Cajun non-payment of O&M cost to River Bend,
- Payments for Big Cajun 2, Unit 3 power in the registry of the Court,
- Credit balance in the River Bend power sales receivable, and
- Receipts for nuclear fuel & materials & supplies inventory.

Normally the expense amount in FERC Account 904 would only include the current year activity for O&M, Big Cajun 2, Unit 3 payments, and energy sales. In

December 1997, however, a credit of \$72,251,214 was recorded to the FERC Account 904 on Journal Entry SPA-011 for the Cajun settlement.