

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

Response of: Entergy Gulf States, Inc.
to the Seventeenth Set of Data Requests
of Requesting Party: Cities

Prepared By: Michael Goin
Sponsoring Witness: Phillip May
Beginning Sequence No.
Ending Sequence No.

Question No.: CITIES 17-8

Part No.:

Addendum:

Question:

Please provide a copy of all supporting calculations and workpapers in either Lotus or Excel format.

Assume a market in which three suppliers control 50 percent of available capacity. State whether EGS/Entergy agrees that annual average market prices are capped at the prices assumed in EGS' analyses of stranded cost. Explain and document your response.

Response:

Assuming rational markets, the number of participants in the market is irrelevant. EGSI / Entergy does not believe that annual average market prices will be "capped" at the prices used in the ECOM model.