ENTERGY NEW ORLEANS, INC. CITY OF NEW ORLEANS Docket No. UD-16-02

Response of: Entergy New Orleans, Inc.

to the Sixth Set of Data Requests

of Requesting Party: Alliance for Affordable

Energy

Question No.: AAE 6-2 Part No.: Addendum:

Question:

Refer to Exhibit CLR-2, page 5, Table 1.

- a. Please provide the share of construction costs made up of labor and materials, for each year.
- b. Please provide a breakdown of construction materials that are purchased in each year, by dollar amount.
- c. Please provide a breakdown how much of each construction was expected to be produced in-state, by dollar amount and year.
- d. Please provide supporting documentation and/or analysis for the in-state construction spending.

Response:

- a. The Company does not have the requested breakdown. As Mr. J. Long explained in his June 2016 Direct Testimony, the Company's then-current estimate of the cost to complete NOPS was largely derived from the largest single cost component, the EPC agreement with CB&I. That EPC agreement does not break down labor and materials in the manner requested.
- b. Please see the Company's response to subpart (a) above.
- c. The third column of the referenced table in the report prepared by Loren C. Scott & Associates, Inc. ("LCSA May 2016 Report") provides an estimate of in-state spending by year. As the report explains, the estimated cost of certain equipment that would likely have to be purchased from outside of Louisiana was removed from the estimated yearly spend

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to populate that third column. The NOPS project team advised LCSA of the following estimated out-of-state equipment expenditures: 2017-\$22.3 million; 2018-\$34.2 million; and 2019-\$6 million. These estimates were based on the estimated project schedule when the LCSA May 2016 Report was being prepared.

d. Please see the Company's response to subpart (c) above.

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