ENTERGY NEW ORLEANS, LLC CITY OF NEW ORLEANS Docket No. UD-17-03

Response of: Entergy New Orleans, LLC

to the Fourth Set of Data Requests

of Requesting Party: Advisors to the Council

of the City of New Orleans

Question No.: Advisors 4-4 Part No.: Addendum:

Question:

Please refer to the 2018 Triennial Integrated Resource Plan of Entergy New Orleans, Inc., Section 5.7 Scorecard Metrics and Results, and page 68, which states: "Again, due to differing Scenario and Strategy characteristics the grades of the scorecard should not be relied upon at face value without considering the inherent compositional differences among the Portfolios. Metrics that consider costs inclusive of DSM program cost (e.g. Net Present Value) cannot be utilized to compare Portfolios that were optimized using different vendor DSM programs and costs; thus, the grade is not representative of ranking based on equal testing criteria."

- a. Given the statements that the grades of the scorecard should not be relied upon at face value and the expressed difficulty of comparing portfolios because of the differences in the DSM results, please explain how the Scorecard can be used to assess the IRP based on the Resource Portfolios.
- b. Please describe how the relative grades of the portfolios might be relied upon by "...considering the inherent compositional differences among the Portfolios."

Response:

a., b. The language quoted above notes that only Scorecard metrics that incorporate DSM program costs cannot be used for comparison of Resource Portfolios that were composed utilizing different DSM programs and costs. To the extent that a Scorecard metric does not reflect DSM program costs, that metric can provide a basis for comparing, assessing, and evaluating the differences among the Resource Portfolios. To the extent that a Scorecard metric does reflect DSM program costs, that metric is useful for comparison, assessment, and evaluation only among Resource Portfolios composed using assumptions drawn from the same DSM Potential Study regarding programs, costs, and savings.

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