

Entergy Arkansas, Inc.

Regulatory Affairs 425 W. Capitol Avenue P O Box 551 Little Rock, AR 72203-0551 Tel 501 377 4000

## **VIA OVERNIGHT MAIL**

May 3, 2016

Chairman James M. Allison Tennessee Regulatory Authority 502 Deaderick Street, 4th Floor Nashville, TN 37243



Re:

In the Matter of the Application of Entergy Arkansas, Inc. for Approval of

Changes in Rates for Retail Electric Service

Tennessee Regulatory Authority Docket No. 16-0003%

## Dear Chairman Allison:

On March 9, 2016, EAI filed with the Arkansas Public Service Commission (APSC) revised tariffs, which comply with the Commission's Order No. 18 issued on February 23, 2016, in APSC Docket No. 15-015-U. EAI closed on the Union Power Station (UPS) transaction on March 3, 2016, rendering Settlement Agreement Option B moot. EAI is providing compliance tariffs consistent with Settlement Agreement Option A, which includes recovery of UPS Power Block 2 in base rates. Clean and revision-marked versions of the tariffs are attached hereto as Attachment A.

On March 17, 2016, EAI filed with the APSC revisions to the tariffs and Interim Base Rate Adjustment surcharge.

The purpose of this letter is to file the same revised tariffs with the Tennessee Regulatory Authority (TRA) for its consideration and approval. Due to the volume of the documentation, we are enclosing one original hard copy and a compact disc containing the above-mentioned filings.

EAI will also file with the TRA a complete set of compliance tariff sheets reflecting the TRA's docket number and effective date.



Chairman James M. Allison Page 2 May 3, 2016

If you have any questions or need additional information, please do not hesitate to call me at 501-377-3571.

Sincerely,

David Palmer, Manager Arkansas Regulatory Affairs

DP/ss Attachments