| 1  | State of Arkansas  |
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| 2  | 85th General Assembly  |
| 3  | Regular Session, 2005SCR 5   |
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| 5  | By: Senators Malone, Bryles, Glover, Hendren, Higginbothom, Hill, Horn, J. Jeffress, Whitaker        |
| 6  | By: Representatives Edwards, Abernathy, Adcock, Bolin, Borhauer, Boyd, Burris, Childers, Clemons,    |
| 7  | Cook, Cowling, Dangeau, Davenport, Dunn, Elliott, R. Green, Hardwick, Harrelson, J. Johnson, Kenney, |
| 8  | Key, Lamoureux, Ledbetter, W. Lewellen, Mahony, Maloch, M. Martin, McDaniel, Nichols, Petrus,        |
| 9  | Pickett, Pyle, Ragland, Reep, Roebuck, Rosenbaum, Sample, Saunders, Sullivan, Thyer, Wells           |
| 10 |  |
| 11 |  |
| 12 | SENATE CONCURRENT RESOLUTION   |
| 13 | REQUESTING THE FEDERAL ENERGY REGULATORY   |
| 14 | COMMISSION TO REJECT THE LOUISIANA PUBLIC SERVICE  |
| 15 | COMMISSION'S COMPLAINT IN FEDERAL ENERGY   |
| 16 | REGULATORY COMMISSION DOCKET NO. EL01-88-000.  |
| 17 |  |
| 18 | Subtitle   |
| 19 | REQUESTING THE FEDERAL ENERGY REGULATORY   |
| 20 | COMMISSION TO REJECT THE LOUISIANA   |
| 21 | PUBLIC SERVICE COMMISSION'S COMPLAINT IN   |
| 22 | FEDERAL ENERGY REGULATORY COMMISSION   |
| 23 | DOCKET NO. EL01-88-000.  |
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| 26 | WHEREAS, the provision of safe, reliable, and reasonably-priced                                      |
| 27 | electric power to the Arkansas ratepayers of Entergy Arkansas, Inc., is a                            |
| 28 | vital concern of the Arkansas General Assembly; and  |
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| 30 | WHEREAS, the high front-end capital costs of certain coal and nuclear                                |
| 31 | electric generating units built in Arkansas by Entergy Arkansas, Inc. have                           |
| 32 | been paid through the rates of the Arkansas ratepayers of Entergy Arkansas,                          |
| 33 | Inc.; and  |
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| 35 | WHEREAS, the Louisiana Public Service Commission has filed a complaint                               |
| 36 | with the Federal Energy Regulatory Commission in Docket No. EL01-88-000 that                         |



is an attempt to take from Entergy Arkansas, Inc.'s Arkansas ratepayers the
current and future economic benefits of those lower-cost coal and nuclear
electric generating units and transfer those lower-cost benefits to certain
Louisiana ratepayers; and

6 WHEREAS, the Louisiana Public Service Commission's complaint is also 7 attempting to persuade the Federal Energy Regulatory Commission to compel 8 Entergy Arkansas, Inc.'s Arkansas ratepayers to pay a significant part of the 9 uneconomically high costs of the Vidalia hydro-electric generating unit built 10 in Vidalia, Louisiana for the use of Louisiana ratepayers but providing no 11 power or benefit to Arkansas ratepayers; and

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WHEREAS, it is unjust, unreasonable, and unconscionable to allow the Louisiana Public Service Commission to now convert for the use of Lousiana ratepayers the lower-cost benefits of Entergy Arkansas, Inc.'s coal and nuclear generating units for which Arkansas ratepayers have paid; and

18 WHEREAS, it is equally unjust, unreasonable, and unconscionable to 19 require Entergy Arkansas, Inc.'s ratepayers to contribute to the 20 uneconomically high costs of the Vidalia hydro-electric generating unit that 21 provides no benefits for Arkansas ratepayers; and

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WHEREAS, the Arkansas Public Service Commission has vigorously litigated and defended the interests of Entergy Arkansas, Inc.'s Arkansas ratepayers for the past several years before the Federal Energy Regulatory Commission in an attempt to defeat the Louisiana Public Service Commission's unfair complaint; and

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WHEREAS, the Arkansas Public Service Commission has advised this General Assembly that if the Louisiana Public Service Commission is successful in its complaint, approximately six hundred fifty-one thousand (651,000) Entergy Arkansas, Inc., Arkansas ratepayers could be required to pay in the next five (5) years additional costs of up to one billion dollars (\$1,000,000,000), causing the rates of Entergy Arkansas, Inc.'s Arkansas ratepayers to be increased by as much as 20% to 25%; and

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WHEREAS, a rate increase of such magnitude could have a devastating financial impact on Entergy Arkansas, Inc.'s Arkansas ratepayers, the Arkansas economy, and Arkansas' economic development efforts, NOW THEREFORE, BE IT RESOLVED BY THE SENATE OF THE EIGHTY-FIFTH GENERAL ASSEMBLY OF THE STATE OF ARKANSAS, THE HOUSE OF REPRESENTATIVES CONCURRING THEREIN: That the General Assembly urges the Federal Energy Regulatory Commission to protect the interests of Entergy Arkansas, Inc.'s Arkansas ratepayers and the economic future of Arkansas by rejecting the Louisiana Public Service Commission's complaint. BE IT FURTHER RESOLVED that the General Assembly recognizes and commends the Arkansas Public Service Commission for its vigorous litigation efforts over the past three (3) years in its attempt to defeat the Louisiana Public Service Commission's unconscionable Federal Energy Regulatory Commission complaint against the economic interests of Entergy Arkansas, Inc.'s Arkansas ratepayers. BE IT FURTHER RESOLVED that upon the adoption of this Resolution, a copy shall be sent by the Secretary of the Senate to the Commissioners of the Federal Energy Regulatory Commission in Washington, D.C.