



Entergy Services, LLC
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Timothy S. Cragin
Assistant General Counsel
Legal Services - Regulatory

January 27, 2020

Via Hand Delivery

Ms. Lora W. Johnson, CMC
Clerk of Council
Room 1E09, City Hall
1300 Perdido Street
New Orleans, LA 70112

***Re: Bi-Monthly Report of Entergy New Orleans, LLC, Detailing Expenditures
Made to Date on New Orleans Power Station and the Currently Anticipated
Schedule for Future Expenditures***

Dear Ms. Johnson:

Please find enclosed for your further handling an original and three copies of the Public Version of the Bi-Monthly Report of Entergy New Orleans, LLC (“ENO” or the “Company”), concerning construction of the New Orleans Power Station (“NOPS”). Please file an original and two copies into the Council’s record and return a date-stamped copy to our courier.

This filing is made pursuant to Council Resolution R-19-78, which ordered ENO to provide bi-monthly reports to the Council during construction of NOPS, detailing the expenditures made to date and the currently anticipated schedule for future expenditures. Council Resolution R-19-78 at 13.

In connection with the Company’s filing, a Confidential Version of the Bi-Monthly Report bearing the designation “Highly Sensitive Protected Materials” is being provided to the Council’s Advisors pursuant to the terms and conditions of the Official Protective Order adopted in Council Resolution R-07-432. Portions of the information included in the filing consist of or reflect competitively sensitive cost and market information, the disclosure of which may present a risk of harm to ENO’s customers. In addition, portions of the filing may contain highly sensitive information of third parties to which an obligation of confidentiality is owed.

The Company plans to file subsequent bi-monthly reports on the following dates: March 25, 2020; May 26, 2020; July 27, 2020; and September 25, 2020.

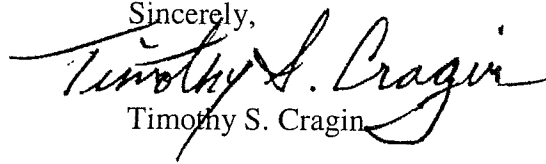
Ms. Lora W. Johnson, CMC, LMMC

January 27, 2020

Page 2 of 2

Thank you for your assistance with this matter.

Sincerely,

A handwritten signature in black ink that reads "Timothy S. Cragin". The signature is written in a cursive style with a large, sweeping initial "T".

Timothy S. Cragin

Enclosures

cc (via electronic mail):

Honorable Helena Moreno
Honorable Jason Rogers Williams
Honorable Joseph I. Giarrusso, III
Honorable Jay H. Banks
Honorable Kristin Gisleson Palmer
Honorable Jared C. Brossett
Honorable Cyndi Nguyen
Erin Spears
Norman White
Sunni J. LeBeouf, Esq.
Clinton A. Vince, Esq.
Presley R. Reed, Jr., Esq.
Emma F. Hand, Esq.
J. A. Beatmann, Jr., Esq.
Joseph Rogers
Errol Smith
Brian L. Guillot

**BEFORE THE
COUNCIL OF THE CITY OF NEW ORLEANS**

Entergy New Orleans, LLC

New Orleans Power Station RICE Project

Bi-Monthly Report

Pursuant to Council Resolution No. R-19-78

Public Version

January 27, 2020





This Bi-Monthly Report covering the period through the end of December 2019 is submitted to comply with the Ordering Paragraph entitled “NOPS Construction Costs” on page 13 of Council Resolution R-19-78, adopted by the New Orleans City Council (“Council”) on February 21, 2019. Specifically, that Ordering Paragraph requires that Entergy New Orleans, LLC (“ENO” or the “Company”) provide bi-monthly reports to the Council during the construction of the New Orleans Power Station (“NOPS” or the “Project”), “detailing the expenditures made to date and the currently anticipated schedule for future expenditures.”

I. SUMMARY OF KEY NOPS MILESTONES

Table 1 below shows actual and remaining key milestones for the Project:

Table 1: Key Milestones

| Milestone | Description | Expected Date | Status |
|------------------|--|----------------------|--------------------|
| 1 | Full Notice to Proceed (FNTP) | March 2018 | Complete |
| 2 | Order Major Equipment | March 2018 | Complete |
| 3 | Start Engine Deliveries | February 2019 | Complete |
| 4 | First Production Pile Installed | February 2019 | Complete |
| 5 | Engine Hall Enclosed and Dried In | August 2019 | Complete |
| 6 | Generator Step Up Deliveries | August 2019 | Complete |
| 7 | Fuel Gas Available | January 2020 | Complete |
| 8 | Backfeed Power Available | March 2020 | On Schedule |
| 9 | Engine Commissioning | April 2020 | On Schedule |
| 10 | Target EPC Substantial Completion | June 2020 | On Schedule |

II. EXPENDITURES MADE TO DATE AND CURRENTLY ANTICIPATED SCHEDULE FOR FUTURE EXPENDITURES

ENO has made expenditures in the amount of \$178.2 million through December 2019. A more detailed confidential summary of ENO’s expenditures through December 2019 is attached as Appendix 1. The project status has been broken down into three different components for tracking progress on the Project: **Engineering, Procurement, and Construction**. The Company has completed 96% of project engineering, 96% of project procurement, and 74% of construction.

Major design/engineering tasks completed through December 2019 include:

- All major deliverables have been issued for design engineering.

- Remaining engineering effort is for construction support (Requests for Information (RFI), drawing redlines and comment resolution, etc.) and drawing hold removal. Engineering will not show 100% complete on progress curves until construction is complete.

Procurement progress through December 2019 includes:

- All equipment associated with the plant has been received at site.

Major construction tasks completed through December 2019 include:

- Completed installation of engine access platform steel and handrails.
- Began erection of structural steel and platforms from silencers to engine hall.
- Completed final setting of charge air filters.
- Completed cable tray installation in electrical and mechanical rooms to prepare for switchgear and Motor Control Center (MCC) installation.
- Began pulling cable in engine hall cable tray and electrical room.
- Completed exhaust duct train installation.
- Began equipment setting, cable pulling and cable termination of Uninterruptable Power Supply (UPS) system in the battery room.
- Completed firewater piping installation at fire water tank.
- Began pipe testing and system turnover.
- Completed lube oil pipe flushing.
- Began installation of rigid bus in collector bus yard.
- Installed cable trench and began pulling cables in collector bus yard.
- Began replacement of storm water pumps.

Over the next two reporting months, ENO estimates that it will make expenditures in the approximate amount of \$8 million. Tasks associated with the estimated expenditures over the next two months include:

- City water tie in and above ground connection for plant backup water supply.
- Essential services transformer feed to the new site.
- 480V auxiliary power energized and available for service.
- Switchyard testing complete - ready for backfeed.
- Compressed air system tested and restored.
- Lube oil system tested and restored.
- Cooling water system installed, tested, and restored.
- First engine filled with water and lube oil.
- Last engine filled with water and lube oil.



Entergy New Orleans, LLC
NOPS Bi-Monthly Report
Submitted January 27, 2020
Public Version

Appendix 1

Expenditures Summary – Public Redacted Version



Summary New Orleans Power Station

Expenditures

\$USD

| | Actuals thru 12/31/18 | Expenditures 11/1/19 thru 12/31/19 | Actuals thru 12/31/2019 |
|--------------------|--------------------------|--|----------------------------|
| | | | |
| Grand Total | \$ 95,944,068 | \$ 14,822,061 | \$ 178,180,768 |