

July 9, 2024

## **Via Electronic Mail**

Council of the City of New Orleans Room 1E09, City Hall 1300 Perdido Street New Orleans, LA 70112

## Re: Arrearage Management Program

## Dear Council Members:

On May 2, 2024, the Council passed resolution R-24-194 adopting an agreement in principle settling a number of matters that were pending before the Federal Energy Regulatory Commission ("FERC"). The terms of the settlement included a \$98M lump sum payment by System Energy Resources, Inc. ("SERI") to Entergy New Orleans, LLC ("ENO"). Of that \$98M, \$32M were designated to be held by ENO as a credit for customers, to be distributed at the direction of the Council in the amount of up to \$10M per year.

The Energy Future New Orleans Coalition ("EFNO") has called upon the Council in the past to implement an arrearage management program for ENO ratepayers that pairs incremental debt forgiveness with energy efficiency improvements in ratepayers' homes that will help them to stay out of utility debt in the future, most recently under pending docket UD-23-02 pertaining to customer protections and service regulations.

We, the undersigned members of EFNO, once again call upon the Council to relieve the significant burden of utility debt by devoting this FERC settlement money to the establishment of a standing arrearage management program, as described in the attached proposal. Through the discovery process under UD-23-02, we have learned that ENO's residential disconnection rate for 2023 was 19%, meaning nearly one out of every five residents was disconnected last year for inability to pay ENO's unaffordable bills. Given the extreme heat that we have experienced already this summer, and the likelihood of an active tropical storm season, it is imperative that the Council act now to protect vulnerable ratepayers from being disconnected from a vital service.

## Sincerely,

Pastor Gregory Manning Founder and Chair Greater New Orleans Interfaith Climate Coalition

Monique Harden Director of Law and Public Policy/ Community Engagement Program Manager Deep South Center for Environmental Justice

Windy Beck
Researcher - Energy Justice & Water Justice
Projects
Deep South Center for Environmental
Justice

Rachel Capuchina-Pickens
Associate Director of Law and Public
Policy
Deep South Center for Environmental
Justice

Benjamin Hoffman Sunrise Movement New Orleans Campaign Manager

Penny Marion Freistadt Core Member 350 New Orleans

Sylvia McKenzie Executive Director Louisiana League of Conscious Voters

Elizabeth Soychak Co-Chair Climate Reality Project Greater New Orleans Chapter

Emma Hopkins Campaign Organizer Sierra Club

Brent Newman National Audubon Society

Christina Lehew Executive Director Common Ground Relief

Martha Collins Executive Director Healthy Gulf

Jack Reno Sweeney Co-Chair New Orleans Democratic Socialists of America

Clare Giesen Board Member Louisiana Bucket Brigade

Jesse S. George New Orleans Policy Director Alliance for Affordable Energy