

FEDERAL ENERGY REGULATORY COMMISSION
WASHINGTON, D.C. 20426

September 1, 2006

In Reply Refer To:
American Electric Power Service
Corporation
Docket No. ER06-1225-000

Mohan K. Sachdeva, Manager
Transmission and Interconnection Services
American Electric Power Service Corporation
1 Riverside Plaza
Columbus, OH 43215-2373

Dear Mr. Sachdeva:

1. On July 6, 2006, you filed on behalf of American Electric Power Service Corporation (AEP), as agent for AEP affiliate Indiana Michigan Power Company (I&M), an Interconnection and Local Delivery Service Agreement (ILDSA) between AEP and the Town of New Carlisle, Indiana (New Carlisle).¹
2. According to AEP, the ILDSA allows AEP to bill New Carlisle for so-called local facility charges not covered by the PJM Interconnection, L.L.C.'s (PJM) Open Access Transmission Tariff (OATT). The ILDSA, among other things, addresses metering, meter data processing, and power factor services, and also defines the terms and conditions for the interconnection of existing and future delivery points. In addition, the ILDSA addresses AEP's coordination with PJM to facilitate transmission service for New Carlisle.
3. Notice of the filing was published in the *Federal Register*,² with protests and interventions due on or before July 27, 2006. On July 27, 2006, New Carlisle and the Indiana and Michigan Municipal Distributors Association filed a joint motion to intervene, request for nominal suspension and comments supporting the ILDSA.

¹ Original Service Agreement No. 1451 under PJM's Open Access Transmission Tariff, FERC Electric Tariff, Sixth Revised Volume No. 1.

² 71 Fed. Reg. 40,489 (2006).

4. Intervenors support the ILDSA as submitted, but request that the Commission's acceptance be made subject to the resolution of issues pending in Docket Nos. ER04-1003-002, *et al.*³ They also request that the filing be accepted and suspended for a nominal period to become effective on July 1, 2006.

5. Pursuant to Rule 214 of the Commission's Rules of Practice and Procedure, 18 C.F.R. § 385.214 (2006), the timely, unopposed motion to intervene serves to make the entities that filed it parties to this proceeding.

6. The Commission, in *American Electric Power*, conditionally accepted similar ILDSAs filed by AEP. Those ILDSAs were suspended for a nominal period, to be effective on the dates requested, subject to refund and subject to further Commission action in that proceeding.⁴ The Commission has issued in Docket No. ER04-1003-004, *et al.* a subsequent order in this proceeding on August 25, 2006, accepting tariff sheets subject to conditions.⁵

7. The Commission thus accepts and suspends for a nominal period the proposed ILDSA, and grants waiver of the 60-day prior notice requirement to make it effective July 1, 2006,⁶ subject to refund and subject to the outcome of the AEP proceeding in Docket No. ER04-1003-004, *et al.*

By direction of the Commission.

Magalie R. Salas,
Secretary.

³ *American Electric Power Service Corporation*, 110 FERC ¶ 61,187 (2005) (*American Electric Power*).

⁴ *Id.* at P 17-34.

⁵ *American Electric Power Service Corp.*, 116 FERC ¶ 61, 179 (2006).

⁶ *See Central Hudson Gas & Electric Corp.*, 60 FERC ¶ 61,106, *reh'g denied*, 61 FERC ¶ 61,089 (1992).