

FEDERAL ENERGY REGULATORY COMMISSION
WASHINGTON, D.C. 20426

August 14, 2006

In Reply Refer To:
Enbridge Pipelines (Louisiana Intrastate) L.L.C.
Docket Nos. PR06-13-000 and PR06-13-001

Enbridge Pipelines (Louisiana Intrastate) L.L.C.
1100 Louisiana, Suite 3300
Houston, Texas 77002

Attention: W.J. White, Manager
State Regulatory Affairs

Reference: Settlement Agreement

Dear Mr. White:

1. On July 12, 2006, Enbridge Pipelines (Louisiana Intrastate) L.L.C. (“Enbridge”) filed a Stipulation and Agreement of Settlement (Settlement) pursuant to Rule 602 of the Commission’s Rules of Practice and Procedure, 18 C.F.R. § 385.602 (2005). The Settlement resolves all rate issues with regard to the rate petition filed by Enbridge on March 20, 2006.
2. The following is a summary of the major provisions of the Settlement:
 - a. Effective March 20, 2006, the fair and equitable rate for transportation service pursuant to section 311 of the Natural Gas Policy Act of 1978 (NGPA) performed on Enbridge’s pipeline shall consist of a maximum interruptible transportation rate of \$0.1810 per MMBtu, plus a fuel charge.¹
 - b. Enbridge has not provided any section 311 transportation service at a rate that exceeds the settlement rate, therefore no refunds will be required.

¹ Enbridge’s fuel rate is determined in an annual fuel tracker filing. The most recent filing was made on March 1, 2006, and a revised fuel rate of 1.42% was approved by letter order dated April 6, 2006 in Docket No. PR03-11-004, effective April 1, 2006.

- c. Commission approval of this Settlement represents a determination of a fair and equitable transportation rate for Enbridge under NGPA section 311(a)(2) only.
- d. On or before March 20, 2009, Enbridge will file a petition for rate approval pursuant to section 284.123(b)(2) of the Commission's regulations to justify its current rate or establish new rate(s) applicable to NGPA section 311 service.
- e. The provisions of the Settlement shall not become effective unless and until the Commission enters an order accepting and approving it without modification or condition, and such order becomes final and no longer subject to further proceedings before the Commission.
- f. This represents a negotiated settlement of the issues in this proceeding. Neither Enbridge, the Commission, its Staff nor any other party shall be deemed to have approved, accepted, agreed, or otherwise consented to any principle or issue in this proceeding.

3. A shortened comment period was established with initial comments to be filed on or before July 24, 2006, and reply comments to be filed on or before July 31, 2006. No adverse comments or protests were filed. Pursuant to section 385.602(g)(3) of our settlement rules, 18 C.F.R. § 385.602(g)(3) (2005), the Commission finds that the uncontested settlement is fair and reasonable and in the public interest, and therefore the Settlement is approved.

4. This letter order does not relieve Enbridge of its obligation to file the required reports under Part 284 of the Commission's regulations. The Commission's approval of this settlement does not constitute a precedent regarding any principle or issue in this proceeding.

By direction of the Commission.

Magalie R. Salas,
Secretary.