

FEDERAL ENERGY REGULATORY COMMISSION
WASHINGTON, D.C. 20426

August 14, 2006

In Reply Refer To:
American Electric Power Service
Corporation
Docket No. ER06-1141-000

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 June 16, 2006, you filed on behalf of American Electric Power Service Corporation (AEP), as agent for Indiana and Michigan Power Company (I&M), an Interconnection and Local Delivery Service Agreements (ILDSA) between AEP and the Village of Paw Paw, Michigan (Paw Paw).¹
2. According to AEP, the ILDSA allows AEP to bill Paw Paw for so-called local facility charges not covered by PJM Interconnection, L.L.C.'s (PJM) Open Access Transmission Tariff (OATT). The ILDSA, among other things, addresses metering, meter data processing, power factor services and other matters, and also defines the terms and conditions for the interconnection of existing and future delivery points and AEP's coordination with PJM to facilitate transmission service with Paw Paw.
3. Notice of the filing was published in the *Federal Register*,² with protests and interventions due on or before July 7, 2006. On July 7, 2006, Paw Paw and the Indiana and Michigan Municipal Distributors Association jointly filed a motion to intervene, request for nominal suspension and comments in support of the ILDSA.

¹ Service Agreement No. 1453 under PJM's Open Access Transmission Tariff, FERC Electric Tariff, Sixth Revised Volume No. 1.

² 71 Fed. Reg. 38,392 (2006).

4. Intervenors state that they support the ILDSA as submitted, but subject to the Commission's resolution of issues pending in Docket No. ER04-1003-002, *et al.*,³ and they thus request that the Commission accept the filing and suspend it for a nominal period to be effective on July 1, 2006.

5. Paw Paw also notes an apparent misstatement in AEP's filing which indicates that Paw Paw will not be a full requirements customer as of July 1, 2006. According to Paw Paw, it has executed a long term full requirements service agreement with I&M which will commence July 1, 2006.

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

7. The Commission, in *American Electric Power*, conditionally accepted other ILDSAs filed by AEP, and suspended them for a nominal period, to be effective on the dates requested, subject to refund and subject to further Commission action on the compliance filing and to a section 206 proceeding established by the Commission in the order.⁴

8. Consistent with the acceptance and suspension of other ILDSAs in *American Electric Power*, the Commission 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, 2006,⁵ subject to refund and subject to the outcome of the *American Electric Power* proceeding.

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