

FEDERAL ENERGY REGULATORY COMMISSION  
WASHINGTON, DC 20426

December 23, 2003

In Reply Refer To:  
Docket No. EL03-56-000

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Washington, D.C. 20005

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Dear Ms. Walsh, Mr. Straus, and Mr. Flynn:

1. On October 14, 2003, on behalf of The Dayton Power and Light Company (“DP&L”), American Municipal Power-Ohio, Inc., the Cities and Villages of Arcanum, Celina, Eldorado, Jackson Center, Lakeview, Mendon, Minster, New Bremen, Piqua, Tipp City, Versailles, Waynesfield and Yellow Springs (the “Municipals”), and PJM Interconnection, L.L.C. (“PJM”), you filed in the above-referenced docket a Settlement

Agreement relating to various power agreements between DP&L and the Municipals and to DP&L's integration into PJM. You also submitted an Explanatory Statement concerning the Settlement Agreement.

2. Comments in support of the Settlement Agreement were filed by the Commission Staff on November 3, 2003. On November 6, 2003, the Presiding Administrative Law Judge certified the settlement to the Commission as uncontested on November 12, 2003.

3. The subject settlement is in the public interest and is hereby approved. The Commission's approval of this settlement does not constitute approval of, or precedent regarding, any principle or issue in this proceeding. The Commission retains the right to investigate the rates, terms, and conditions under the just and reasonable and not unduly discriminatory or preferential standard of Section 206 of the Federal Power Act, 16 U.S.C. § 824(e) (2000).

This letter terminates Docket No. EL03-56-000.

By direction of the Commission.

Magalie R. Salas,  
Secretary.

cc: All Parties

Secretary  
Public Utilities Commission of Ohio  
180 East Broad Street  
Columbus, Ohio 43215-3793