

Morgan, Lewis & Bockius LLP
1111 Pennsylvania Avenue, NW
Washington, DC 20004
Tel. 202.739.3000
Fax: 202.739.3001
www.morganlewis.com

Morgan Lewis
C O U N S E L O R S A T L A W

Floyd L. Norton, IV
Partner
202.739.5620
fnorton@morganlewis.com

February 21, 2008

VIA ELECTRONIC FILING

Kimberly D. Bose, Secretary
Federal Energy Regulatory Commission
888 First Street, N.E.
Washington, D.C. 20426

Re: Entergy Services, Inc.; Docket No. ER05-1065-000
 Report of AFC Related Error

Dear Secretary Bose:

Pursuant to the Federal Energy Regulatory Commission's ("Commission") April 24, 2006 Order in *Entergy Services, Inc.*, 115 FERC ¶ 61,095 (2006) ("April 24 Order"), Entergy Services, Inc., acting as agent for the Entergy Operating Companies,¹ hereby notifies the Commission it has recently become aware of an issue involving the mismanagement of data utilized in the AFC process.

In the April 24 Order, the Commission conditionally accepted Entergy's proposal to establish an Independent Coordinator of Transmission ("ICT") for the Entergy System. As the Commission is aware, the Southwest Power Pool, Inc. ("SPP") acts as Entergy's ICT. In the April 24 Order, the Commission imposed an obligation for Entergy to "notify the Commission, the ICT and the Users Group within 15 days if Entergy discovers that it has lost data, or reported inaccurate data, or otherwise believes that it has mismanaged data." See April 24 Order at P 110. Accordingly, Entergy submits the following explanation of a recently discovered issue involving an AFC related error.

¹ The Entergy Operating Companies include: Entergy Arkansas, Inc., Entergy Gulf States, Inc., Entergy Louisiana, LLC, Entergy Mississippi, Inc., and Entergy New Orleans, Inc. The Entergy Operating Companies and Entergy Services, Inc. are referred to collectively herein as "Entergy."

Improper Outage Processing

Entergy has an in-house software application which queries the outage management server every hour to update the outage file used in the AFC Operating and Planning Horizons. On the morning of February 7, 2008, Entergy discovered that an internal software process had not properly accessed the outage management server and associated databases since January 30, 2008 at 17:30 hours.

Entergy's outage management server was moved, as part of a scheduled move, on January 30, 2008 at 17:30 hours. As part of the move, the name and path for the outage management server were changed. The source name information for the outage management server was "hard-coded" within Entergy's internal software applications such that even after the outage management server had been moved and its name had been changed, Entergy's software applications still attempted to access the outage management server at its old location. This error caused the system models to fail to reflect revisions to planned outages of facilities.

From the time that the outage management server was moved until Entergy staff properly updated internal software processes with the outage management server's new location, 19 outages were approved and not immediately modeled in AFC calculations. These outages were for varying durations in the Operating and Planning Horizons, ranging from a single hour to 15 days. The link to the outage management server was corrected on February 7, 2008, at 10:30 hours.

To ensure that this error does not occur in the future, Entergy intends to modify links to the outage management server so that paths to it are no longer "hard-coded." Instead, links to the outage management server will automatically update whenever the location of that server is modified.

In the event that further information is needed, please do not hesitate to contact the undersigned.

Respectfully submitted,

/s/ Floyd L. Norton, IV

Floyd L. Norton
Attorney for
Entergy Services, Inc.

cc: Southwest Power Pool, Inc.
ICT Users Group
Service List; Docket No. ER05-1065-000

CERTIFICATE OF SERVICE

I hereby certify that I have this 21st day of February, 2008, served the foregoing document upon the Southwest Power Pool, Inc., the ICT Users Group, and each person designated on the official service list compiled by the Secretary in this proceeding.

/s/ Kevin C. Frank
Kevin C. Frank
Morgan, Lewis & Bockius LLP
1111 Pennsylvania Ave., N.W.
Washington, D.C. 20004
Tel: (202) 739-5709