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August 17, 2007

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 OASIS and OASIS Automation Related Errors

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 certain OASIS and OASIS Automation ("OA") function issues that may have resulted in the mismanagement of data.

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. 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 recent OASIS and OA function issues.

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."

Issue 1: OASIS Automation Multi-hour Reservations

Entergy became aware on August 2, 2007, that a customer had submitted a multi-hour reservation in OASIS starting at 8:00 hours and continuing until the End-of-the-Day. The hourly profile of the transaction was entered by the customer, and the first hour had a reservation for 16 MW, while subsequent hours had zero MW entered for capacity.

Preconfirmed requests that are accepted by OA are processed so that the MW of capacity granted for each hour of the request is set as equal to the amount of MW granted in the first hour of the request. In this instance, all hours of the request were shown as having 16 MW of capacity granted, even though that is not what the customer requested.

This situation occurs infrequently because most requests have the same amount of MW requested for each segment of the transaction. Entergy thus believes the effects of this error are quite minimal. The manual workaround developed for this OA process is to have multi-hour requests involving different amounts of MW reservations for different hours to be processed on OASIS instead of through OA. If the ICT processes the affected reservations through OASIS, the amount of capacity shown for each hour will be what the customer entered into each segment.

Entergy reported this error to AREVA and received a software fix. The new software was loaded on the test OASIS on August 15, 2007 and is being studied and will be implemented following evaluation.

Issue 2: Exclusion File Issue

On August 5, 2007, the ICT communicated to Entergy that it believed a monthly transmission service request had been improperly denied due to a yearly transmission service reservation not being added to the Exclusion File. The ICT had requested that the yearly transmission service reservation in question and a separate yearly transmission service reservation (together, "YTSRs") be added to the Exclusion File on May 15, 2007. The ICT subsequently determined that the YTSRs were not in the Exclusion File and requested on June 11, 2007 that the YTSRs be added to the Exclusion File. At that time, Entergy, unaware that the June 11, 2007 request implicated the YTSRs from the ICT's May 15, 2007 request, simply added the YTSRs to the Exclusion File. It was not until August 5, 2007 that Entergy became aware that the YTSRs had not been included in the Exclusion File for a period of time.

In response to the ICT's inquiry on August 5, 2007, Entergy Staff reviewed its logs to determine what effect the absence of the YTSRs from the Exclusion File may have had on the denial of transmission service requests. After reviewing the logs, Entergy Staff determined that the YTSRs had been added on May 15, 2007, and remained in the Exclusion File until May 31, 2007. Entergy is not certain how the YTSRs were removed from the Exclusion File; however, a

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number of operations involving the Exclusion File were performed on May 31, 2007. Entergy processed the ICT's June 11, 2007 request to add the YTSRs to the Exclusion File normally, and the YTSRs were placed back into the Exclusion File on that date. Consequently, the YTSRs were only absent from the Exclusion File for 12 days.

Entergy Staff determined that the transmission service request that the ICT was concerned had been improperly denied in fact had been counter-offered on May 25, 2007, at which time the YTSRs were still in the Exclusion File. Entergy Staff, through discussions with the ICT, concluded on August 15, 2007, that the monthly transmission service request had not been improperly denied because of the absence of the YTSRs from the Exclusion File from May 31, 2007 through June 11, 2007.

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 17th day of August, 2007, 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
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