



3440 McCall Road, Rincon, Georgia 31326

September 5, 2008

Thomas J. Galloway
Director of Compliance
SERC Reliability Corporation
2815 Coliseum Centre Drive, Suite 500
Charlotte, NC 28217

**RE: Response to the Notice of Alleged Violation and Proposed Penalty or Sanction
letter from SERC dated 08/13/2008.
NERC Violation Tracking Identification Number: SERC200800131
SERC Issue Tracking Number: 2008-041**

As required by Section 5.1 of the NERC CMEP and section III of the above referenced letter, please accept this letter as Mackinaw Power, LLC's (Mackinaw) decision to agree with and not to contest the Alleged Violation and proposed penalty or sanction as stated in the above referenced letter.

In regards to the Alleged Violation, Mackinaw has agreed to submit and implement a mitigation plan to correct the alleged violation and its underlying causes. On 5/22/2008 Mackinaw submitted a Mitigation Plan and Certification of a Completed Mitigation Plan to SERC. On 06/19/2008 SERC accepted the Mitigation Plan. On 07/11/2008 SERC provided notice to Mackinaw that NERC had also approved of the Mitigation Plan.

Should you have any questions regarding these matters please contact Matthew Lydon of my staff at (912) 826-3277.

Sincerely,

A handwritten signature in dark ink, appearing to read "Eric Garrett", written over a horizontal line.

Eric Garrett
General Manager