

**INDIANA MICHIGAN POWER CO.
REGULATORY ASSET ANALYSIS**

Exhibit A-____(JBB-1)

As of December 31, 2000		Total Company	Estimated Generation Total Company	Estimated Generation Michigan
Regulatory Asset <Liability> - FASB 109 - Federal				
	Generation Michigan			
Acct 182.3 -- Regulatory Assets:				
Property Related	WP Exhibit A-____(JBB-1)	241,561,367	146,146,000	29,707,000
Amort Step-Up ITC to T.I. - Rkpt U2	100.0000% 14.5774%	13,436,624	13,436,624	1,958,710
FERC - MPCO Defd FIT @ Merger	49.2082% 100.0000%	(2,531,878)	(1,245,892)	(1,245,892)
Various Nuclear Fuel Adjustments	100.0000% 15.3067%	189,643	189,643	29,028
Clearing Accounts	49.2082% 100.0000%	176,647	86,925	86,925
Defd Tax Gain - Rockport Land	100.0000% 100.0000%	696,271	696,271	696,271
Provision - Self Insurance	49.2082% 100.0000%	0	0	0
LTD Term Electric Plant	49.2082% 15.3913%	82,270	40,484	6,231
State Tax Expensed	49.2082% 15.3913%	(30,742)	(15,128)	(2,328)
All Other	49.2082% 15.3913%	9,788	4,816	741
Acct 182.3 -- Total Regulatory Assets - Gross	A	253,589,990	159,339,743	31,236,686
Acct 254.4 -- Regulatory Liabilities (Excess DFIT):				
Protected Property Related Excess DFIT	Input	(18,716,929)	(11,384,926)	(1,752,286)
Non-Protected Property Related	Note (1) Input	(9,577,672)	0	0
Nuc Decommissioning - L/T Excess DFIT Reserve	100.0000% Input	(2,708,951)	(2,708,951)	(35,452)
Spent Nuclear Fuel - L/T Excess DFIT Reserve	100.0000% 15.3067%	(3,641,906)	(3,641,906)	(557,456)
CIAC - Book Receipts	0.0000% 15.3913%	(14,561)	0	0
Defd Bk Gain - Rkpt 2 Sale / Leaseback	100.0000% 14.5774%	(1,250,890)	(1,250,890)	(182,347)
Accrued Book Pension Expense	49.2082% 16.4120%	(46,200)	(22,734)	(3,731)
Defd Pre 4-7-83 Nuclear Fuel Disposal Costs	100.0000% 10.0625%	(242,176)	(242,176)	(24,369)
Amort - Int Pre 4-7-83 Nuclear Fuel Disposal Costs	100.0000% 9.1030%	88,918	88,918	8,094
Bk Exp - Nuc Decontam Fund	100.0000% 15.3067%	12,500	12,500	1,913
Accrued NQ Nuc Decom Exp	100.0000% Input	(272,578)	(272,578)	(4,105)
Loss on Reacquired Debt	49.2082% 15.3913%	77,935	38,350	5,903
Post Employment Benefits Payment	49.2082% 16.4120%	7,669	3,774	619
Reg Asset - Reaq Debt - Rkpt U2	100.0000% 14.5774%	70,126	70,126	10,223
All Other	49.2082% 15.3913%	(3,559)	(1,751)	(270)
Acct 254.4 -- Total Regulatory Liabilities (Excess DFIT) - Gross		(36,218,274)	(19,312,244)	(2,533,264)
Less: IRS Protected Property Related Excess DFIT		(18,716,929)	(11,384,926)	(1,752,286)
Acct 254.4 -- Total Regulatory Liabilities (Excess DFIT) - Net	B	(17,501,345)	(7,927,318)	(780,978)
Net Regulatory Asset <Liability> (Acct 182.3 Less Acct 254.4)	A + B	236,088,645	151,412,425	30,455,708

Note (1) For computational purposes, Non-Protected Property Related Excess DFIT for Generation-Total Company and Generation-Michigan were included in the A/C 182.3 Generation Regulatory Assets above.

Regulatory Asset <Liability> - FASB 109 - State				
	Generation Michigan			
Acct 182.3 -- Regulatory Asset - Property Related	WP Exhibit A-____(JBB-1)	59,891,000	20,845,000	3,208,000
Acct 182.3 -- Regulatory Asset - Non-Property	49.2082% 15.3913%	9,511,000	4,680,000	720,000
Net State Regulatory Asset <Liability>		69,402,000	25,525,000	3,928,000

**INDIANA MICHIGAN POWER CO.
REGULATORY ASSET ANALYSIS**

Exhibit A-____(JBB-2)

Projected as of December 31, 2001			Projected Total Company	Projected Generation Total Company	Projected Generation Michigan
Regulatory Asset <Liability> - FASB 109 - Federal					
	<u>Generation</u>	<u>Michigan</u>			
Acct 182.3 -- Regulatory Assets:					
Property Related	Projected	Projected	213,805,000	129,353,000	26,294,000
Amort Step-Up ITC to T.I. - Rkpt U2	100.0000%	14.5774%	12,826,000	12,826,000	1,870,000
FERC - MPCO Defd FIT @ Merger	49.2082%	100.0000%	(2,279,000)	(1,121,000)	(1,121,000)
Various Nuclear Fuel Adjustments	100.0000%	15.3067%	336,000	336,000	51,000
Clearing Accounts	49.2082%	100.0000%	69,000	34,000	34,000
Defd Tax Gain - Rockport Land	100.0000%	100.0000%	696,000	696,000	696,000
Provision - Self Insurance	49.2082%	100.0000%	0	0	0
LTD Term Electric Plant	49.2082%	15.3913%	68,000	33,000	5,000
State Tax Expensed	49.2082%	15.3913%	0	0	0
All Other	49.2082%	15.3913%	0	0	0
Acct 182.3 -- Total Regulatory Assets - Gross		A	225,521,000	142,157,000	27,829,000
Acct 254.4 -- Regulatory Liabilities (Excess DFIT):					
Protected Property Related Excess DFIT	Projected	Projected	(16,660,000)	(10,134,000)	(1,560,000)
Non-Protected Property Related	Note (1)	Note (1)	(6,997,000)	0	0
Nuc Decommissioning - L/T Excess DFIT Reserve	100.0000%	Input	(2,310,000)	(2,310,000)	(30,000)
Spent Nuclear Fuel - L/T Excess DFIT Reserve	100.0000%	15.3067%	(3,642,000)	(3,642,000)	(557,000)
CIAC - Book Receipts	0.0000%	15.3913%	(14,000)	0	0
Defd Bk Gain - Rkpt 2 Sale / Leaseback	100.0000%	14.5774%	(1,194,000)	(1,194,000)	(174,000)
Accrued Book Pension Expense	49.2082%	16.4120%	(46,000)	(23,000)	(4,000)
Defd Pre 4-7-83 Nuclear Fuel Disposal Costs	100.0000%	10.0625%	0	0	0
Amort - Int Pre 4-7-83 Nuclear Fuel Disposal Costs	100.0000%	9.1030%	0	0	0
Bk Exp - Nuc Decontam Fund	100.0000%	15.3067%	0	0	0
Accrued NQ Nuc Decom Exp	100.0000%	Input	(273,000)	(273,000)	(4,000)
Loss on Reacquired Debt	49.2082%	15.3913%	53,000	26,000	4,000
Post Employment Benefits Payment	49.2082%	16.4120%	4,000	2,000	0
Reg Asset - Reaq Debt - Rkpt U2	100.0000%	14.5774%	67,000	67,000	10,000
All Other	49.2082%	15.3913%	1,000	0	0
Acct 254.4 -- Total Regulatory Liabilities (Excess DFIT) - Gross			(31,011,000)	(17,481,000)	(2,315,000)
Less: IRS Protected Property Related Excess DFIT			(16,660,000)	(10,134,000)	(1,560,000)
Acct 254.4 -- Total Regulatory Liabilities (Excess DFIT) - Net		B	(14,351,000)	(7,347,000)	(755,000)
Net Regulatory Asset <Liability> (Acct 182.3 Less Acct 254.4)		A + B	211,170,000	134,810,000	27,074,000

Note (1) For computational purposes, Non-Protected Property Related Excess DFIT for Generation-Total Company and Generation-Michigan were included in the A/C 182.3 Generation Regulatory Assets above.

Regulatory Asset <Liability> - FASB 109 - State					
	<u>Generation</u>	<u>Michigan</u>			
Acct 182.3 -- Regulatory Asset - Property Related	Projected	Projected	59,891,000	20,845,000	3,208,000
Acct 182.3 -- Regulatory Asset - Non-Property	49.2082%	15.3913%	9,511,000	4,680,000	720,000
Net State Regulatory Asset <Liability>			69,402,000	25,525,000	3,928,000