

FEDERAL ENERGY REGULATORY COMMISSION
Washington, D.C. 20426

May 23, 2007

In Reply Refer To:
DCP Raptor Pipeline, LLC
Docket Nos. PR07-7-000 and PR07-7-001

DCP Raptor Pipeline, LLC
370 17th St., Suite 2500
Denver, CO 80202

Attention: Katie Rice, Director, Regulatory Affairs

Reference: Settlement Agreement

Dear Ms. Rice:

1. On April 13, 2007, DCP Raptor Pipeline, LLC (Raptor) filed an uncontested Settlement Agreement (Settlement) pursuant to Rule 602 of the Commission's Rules of Practice and Procedure.¹ The Settlement resolves all issues with regard to the rate petition Raptor filed on December 29, 2006, pursuant to section 284.123(b)(2) of the Commission's Regulations.²
2. The following is a summary of the major provisions of the Settlement.
 - a. Effective January 1, 2007, the fair and equitable rates that Raptor is authorized to charge shall be a firm reservation rate of \$1.6635 per MMBtu per month, a firm commodity rate of \$0.0000 per MMBtu and an interruptible transportation rate of \$0.0547 per MMBtu for natural gas transportation service rendered on its intrastate pipeline system under section 311 of the Natural Gas Policy Act of 1978³ (NGPA). Raptor is authorized to charge a Lost and Unaccounted for charge of 1.74 percent; APEX Compression Station Fuel Charge of 1.54 percent; and NGPL Booster Compression Station Fuel Charge of 0.85 percent, effective January 1, 2007.

¹ 18 C.F.R. § 385.602 (2006).

² 18 C.F.R. § 284.123(b)(2) (2006).

³ 15 U.S.C. § 3371 (2000).

- b. Raptor states it has not charged rates in excess of the Settlement rates authorized in paragraph (a) hereof for section 311 services on or after January 1, 2007.
 - c. On or before December 31, 2009, Raptor will file a petition pursuant to section 284.123(b)(2) of the Commission's regulations to justify its current rates or to establish new rates applicable to NGPA section 311 services.
 - d. The provisions of the Settlement shall not become effective unless and until the Commission enters an order accepting and approving all terms and conditions of the Settlement without modification or condition, and such order becomes final and no longer subject to further proceeding before the Commission.
 - e. The Settlement represents a negotiated agreement of the issues in this proceeding. Neither Raptor, the Commission, its Staff, or any other party shall be deemed to have approved, accepted, agreed, or otherwise consented to any principle or issue in this proceeding.
3. The parties requested, and the Commission granted, a shortened comment period for the Settlement, with initial comments to be filed on or before April 19, 2007, and reply comments to be filed on or before April 24, 2007. No adverse comments or protests were filed. Pursuant to section 385.602(g)(3) of the Commission's Rules of Practice and Procedure, the Commission finds that the uncontested settlement is fair and reasonable and in the public interest and therefore, the Settlement is approved.
4. This letter order does not relieve Raptor of its obligations to file the required reports under Part 284 of the Commission's regulations. The Commission's approval of this Settlement does not constitute approval of, or precedent regarding any principle or issue in this proceeding.

By direction of the Commission.

Kimberly D. Bose,
Secretary.