

FEDERAL ENERGY REGULATORY COMMISSION
WASHINGTON DC 20426

June 7, 2007

In Reply Refer To:
Docket No. ER06-1319-000

Jones Day
Attn: Carolyn Y. Thompson, Esq.
Attorney for Northern States Power Company
51 Louisiana Avenue, NW
Washington, DC 20001

Dear Ms. Thompson:

1. On April 11, 2007, you filed, on behalf of Northern States Power Company (NSPW) and its ten municipal wholesale customers, an offer of settlement in the above-referenced proceeding. Commission Trial Staff filed comments in support of the settlement on April 30, 2007. No other comments were filed. On May 14, 2007, the Settlement Judge certified the settlement to the Commission as uncontested.

2. The subject settlement is fair, reasonable, and in the public interest and is hereby approved. The tariff sheets contained in the settlement are in compliance with Order No. 614 and are made effective as noted in the settlement, Designation of Electric Rate Schedule Sheets, Order No. 614, 65 Fed. Reg. 18,221, (FERC Statutes and Regulations, Regulations Preambles July 1996 – December 2000 ¶ 31,096 (2000)). The Commission's approval of the settlement does not constitute approval of, or precedent regarding, any principle or issue in this proceeding. The applicable standard of review for the settlement is the just and reasonable standard. The Commission retains the right to investigate the rates, terms, and conditions under the just and reasonable and not unduly discriminatory or preferential standard of Section 206 of the Federal Power Act, 16 U.S.C. § 824e (2000).

3. This letter terminates Docket No. ER06-1319-000.

By direction of the Commission.

Kimberly D. Bose,
Secretary.

cc: All Parties