

146 FERC ¶ 61,124
FEDERAL ENERGY REGULATORY COMMISSION
WASHINGTON, D.C. 20426

February 21, 2014

In Reply Refer To:
Nevada Power Company
Docket Nos. ER13-255-000
EL13-28-000
ER13-255-001
ER13-255-002

Troutman Sanders, LLP
Attention: Clifford S. Sikora, Esq.
401 9th Street, NW
Washington, DC 20004

Dear Mr. Sikora:

1. On November 27, 2013, Nevada Power Company (Nevada Power) doing business as NV Energy, Inc., submitted on behalf of the Settling Parties¹ an Offer of Settlement resolving all issues set for hearing in the above-captioned proceeding involving revisions to certain rates for transmission services and ancillary service rates.
2. On December 17, 2013, Commission Trial Staff and the Southern Nevada Water Authority filed comments supporting the Settlement. On January 9, 2014, the Settlement Judge certified the Settlement to the Commission.²
3. The Settlement resolves all issues in dispute in this proceeding and appears to be fair and reasonable and in the public interest and is hereby approved. The Commission's approval of the Settlement does not constitute approval of, or precedent regarding any principle or issue in this proceeding.
4. As provided in Article 3.11 of the Settlement, the applicable standard of review for proposed changes to the Settlement sought by any party to the terms of this Settlement shall be the "public interest" standard of review set forth in *United Gas Pipe*

¹ The Settling Parties include Nevada Power, Las Vegas Power Company, LLC and the Colorado River Commission of Nevada.

² *Nevada Power Co.*, 146 FERC ¶ 63,002 (2014).

Line Co. v. Mobile Gas Services Corp., 350 U.S. 332 (1956), *Federal Power Commission v. Sierra Pacific Power Co.*, 350 U.S. 348 (1956), and *Morgan Stanley Capital Group, Inc. v. Pub. Util. Dist. No. 1*, 554 U.S. 527 (2008). The standard of review for any changes proposed by a non-party or the Commission acting *sua sponte* shall be the ordinary just and reasonable standard of review, not the public interest standard of review.

5. Refunds and adjustments, as necessary, shall be made promptly to implement the Settlement.³ Within 30 days thereafter, Nevada Power shall file a report with the Commission delineating such refunds and adjustments.

6. Insofar as Nevada Power has complied with Order No. 714, *Electronic Tariff Filings*, FERC Stats. & Regs. ¶ 31,276 (2008), the tariff provisions implementing the Settlement are hereby accepted.

7. This order terminates Docket Nos. ER13-255-000, ER13-255-001, ER13-255-002 and EL13-28-000.

By direction of the Commission.

Nathaniel J. Davis, Sr.,
Deputy Secretary.

³ In accordance with the Interim Rate Motion granted by the Chief Judge, Nevada Power will charge the Settlement rates effective as of November 1, 2013 in the December billing cycle for November 2013 service.