

130 FERC ¶ 61,129
FEDERAL ENERGY REGULATORY COMMISSION
WASHINGTON, D.C. 20426

February 22, 2010

In Reply Refer To:
City of Pasadena, California
Docket No. EL09-67-000

Bonnie S. Blair, Esq.
Thompson Coburn LLP
1909 K Street, NW, Suite 600
Washington, DC 20006-1167

Dear Ms. Blair:

1. On December 29, 2009, you filed an Offer of Settlement and Settlement Agreement (Settlement) in the above-captioned proceeding as attorney for the City of Pasadena (Pasadena). The Settlement resolves all issues set for hearing by the Commission's September 30, 2009 order¹ involving Pasadena's revised Transmission Revenue Requirement (TRR) for purposes of its participation in the California Independent System Operator Corporation (CAISO) as a participating transmission owner.

2. Comments in support of the Settlement were filed by the Commission's Trial Staff on January 8, 2010. No reply comments were filed. On January 19, 2010, the settlement judge certified the Settlement to the Commission as uncontested.² A brief description of the chief elements of the Settlement follows.

3. Paragraph 1 of the Settlement sets forth Pasadena's TRR to be used by the CAISO to develop the CAISO's high voltage access charge and wheeling access charge. Paragraph 2 of the Settlement provides that Pasadena will continue to submit an annual filing to revise its transmission revenue balancing account adjustment.

¹ *City of Pasadena, Cal.*, 128 FERC ¶ 61,290 (2009).

² *City of Pasadena, Cal.*, 130 FERC ¶ 63,003 (2010).

4. Paragraphs 3 and 4 of the Settlement provide the methodology by which Pasadena will calculate and make the refunds to the CAISO necessary to reflect the rates provided in the Settlement.
5. Paragraph 12 of the Settlement provides that the standard of review for modifications to the Settlement Agreement shall be the just and reasonable standard.
6. The Settlement is fair and reasonable and in the public interest, and is hereby approved. The Commission's approval of this Settlement does not constitute approval of, or precedent regarding, any principle or issue in this proceeding. The rate schedules submitted as part of the Settlement are in compliance with Order No. 614³ and are accepted for filing as designated.
7. This letter terminates Docket No. EL09-67-000.

By direction of the Commission.

Kimberly D. Bose,
Secretary.

cc: All Parties

³ *Designation of Electric Rate Schedule Sheets*, Order No. 614, FERC Stats. & Regs. ¶ 31,096 (2000).