

140 FERC ¶ 61,157  
FEDERAL ENERGY REGULATORY COMMISSION  
WASHINGTON, D.C. 20426

August 30, 2012

In Reply Refer To:  
Southern California Edison Company  
Docket Nos. ER12-239-000  
ER12-239-001

Southern California Edison Company  
2244 Walnut Grove Avenue  
Rosemead, CA 91770

Attn: Rebecca A. Furman, Esq.

Reference: Offer of Settlement

Dear Ms. Furman:

1. On July 2, 2012, you filed an Offer of Settlement (Settlement) with the Commission on behalf of Southern California Edison Company in the above-referenced dockets. The Settlement addresses the recovery of abandoned plant costs in transmission rates. On July 23, 2012, Trial Staff filed comments in support of the Settlement. No other comments were filed. On August 2, 2012, the settlement judge certified the Settlement to the Commission as uncontested.<sup>1</sup>
2. The Settlement resolves all issues set for hearing in Docket Nos. ER12-239-000 and ER12-239-001. The Settlement appears to be fair and reasonable and in the public interest, and is hereby approved.
3. The Commission's approval of the Settlement does not constitute approval of, or precedent regarding, any principle or issue involved in this proceeding.
4. Paragraph 8 of the Settlement provides that any proposal to modify the terms of settlement shall be subject to the public interest standard of review as set forth in *Morgan Stanley Capital Group Inc. v. Pub. Util. Dist. No. 1 of Snohomish County*, 554 U.S. 527

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<sup>1</sup> *Southern California Edison Co.*, 140 FERC ¶ 63,010 (2012).

(2008), provided, that the standard of review for any such modification proposed by an entity that is not a party to the proceeding, or by the Commission acting *sua sponte*, shall be 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 (2006).

5. This letter order terminates Docket No. ER12-239-001 and leaves open Docket No. ER12-239-000 only for the resolution of the return on equity issues subject to the outcome of the proceeding in Docket No. ER11-3697-000.

By direction of the Commission.

Nathaniel J. Davis, Sr.,  
Deputy Secretary.

cc: All Parties of Record