James C. Beh  
Counsel to Northeast Transmission Development, LLC  
JONES DAY  
51 Louisiana Avenue, NW  
Washington, DC  20001-2113

Dear Mr. Beh:

1. On September 7, 2016, Northeast Transmission Development, LLC together with the Delaware Public Service Commission, American Municipal Power, Inc., the Delaware Municipal Electric Corporation, Inc., and Old Dominion Electric Cooperative (collectively, the Settling Parties), filed an Offer of Settlement (Settlement Agreement) in the above-captioned proceeding. On September 27, 2016, Commission Trial Staff filed comments that do not oppose the Settlement Agreement. No other comments were filed. On October 14, 2016, the Settlement Judge certified the Settlement Agreement to the Commission as an uncontested settlement.¹

2. The Settlement Agreement establishes a base return on equity and clarifies other matters concerning for NTD’s formula rate.

3. Section 4.6 of the Settlement Agreement states:

   Absent the mutual agreement of the Settling Parties to a proposed change to this Settlement Agreement, the standard of review for unilateral changes to this Settlement Agreement proposed by a Settling Party shall be the “public interest”


4. The Settlement Agreement resolves all issues in dispute in the proceedings that the Commission set for hearing. The Settlement Agreement appears to be fair and reasonable and in the public interest, and is hereby approved. The Commission’s approval of this Settlement Agreement does not constitute approval of, or precedent regarding, any principle or issue in these proceedings.

5. PJM Interconnection, L.L.C. is directed to file revised tariff records in eTariff format, within 30 days of the date of this order, to reflect the Commission’s action in this order.

6. This letter order terminates Docket Nos. ER16-453-000 and ER16-453-001.

By direction of the Commission.

Kimberly D. Bose,
Secretary.

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