124 FERC ¶ 61,297 FEDERAL ENERGY REGULATORY COMMISSION WASHINGTON, DC 20426

(September 29, 2008)

In Reply Refer To: ISO New England Inc. Docket Nos. ER07-1289-001; ER07-1289-002; ER07-1289-003; ER07-1289-004; ER07-1289-005; ER07-1289-006; ER07-1289-007; EL08-56-000; EL08-56-001; and OA07-99-000.

ISO New England Inc. Attn: Monica Gonzalez One Sullivan Road Holyoke, MA 01040-2841

Dear Ms. Gonzalez:

1. On August 7, 2008, pursuant to Rule 602 of the Commission's Rules of Practice and Procedure, 18 C.F.R. § 385.602 (2008), ISO New England Inc. (the "ISO" or "ISO-NE"), on behalf of the Settling Parties, ¹ filed a Settlement

¹ The following list of entities constitutes the Settling Parties: ISO New England, Inc.; Maine Electric Power Company ("MEPCO"); the Participating Transmission Owners Administrative Committee on behalf of the Participating Transmission Owners; Casco Bay Energy Company, LLC ("Casco Bay"); New Brunswick Power Transmission Corp.; Northern Maine Independent System Administrator, Inc.; the New Brunswick System Operator; the New England Power Pool Participants Committee ("NEPOOL"); H.Q. Energy Services (U.S.), Inc. ("H.Q."); Integrys Energy Services, Inc.; Maine Office of Public Advocate; Northeast Utilities Service Co. on behalf of the "NU Companies," which consist of The Connecticut Light and Power Co., Western Massachusetts Electric Co., Public Service Co. of New Hampshire, Holyoke Water Power Co., and Holyoke Power and Electric Co.; and the "PPL Companies" which consist of PPL EnergyPlus LLC; PPL Maine, LLC; PPL Great Works, LLC; and PPL Wallingford Energy LLC (referred to collectively as the "Settling Parties").

Agreement (the "Settlement Agreement") and Explanatory Statement in Support of the Settlement Agreement (the "Explanatory Statement") in the above captioned docket.

- 2. On August 18, 2008, Commission Trial Staff filed timely comments supporting the Settlement Agreement. New Brunswick Power Transmission Corporation, New Brunswick System Operator, and Northern Maine Independent System Administrator, Inc. also filed comments in support of the Settlement Agreement on August 18, 2008. The Settlement resolves all outstanding issues in the above-referenced proceeding.
- 3. On August 26, 2008, the Presiding Administrative Law Judge certified the Settlement as an uncontested settlement.
- 4. The tariff designations do not comply with *Designation of Electric Rate Schedule Sheets*, Order No. 614, FERC Stats. & Regs., Regulations Preambles July 1996 December 2000 ¶ 31,096 (2000). ISO New England Inc. is required to file rate schedule sheets in conformance with Order No. 614 within 30 days of this order approving the settlement. The subject settlement is fair, 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 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).
- 5. The Settlement Agreement, having been approved, resolves all issues in the captioned proceeding. This order terminates Docket Nos. ER07-1289-001; ER07-1289-002; ER07-1289-003; ER07-1289-004; ER07-1289-005; ER07-1289-006; ER07-1289-007; EL08-56-000; EL08-56-001; and OA07-99-000.

By direction of the Commission.

Kimberly D. Bose, Secretary.

cc: To All Parties