102 FERC ¶ 61,141 FEDERAL ENERGY REGULATORY COMMISSION WASHINGTON, D.C. 20426

February 5, 2003

In Reply Refer To: Docket Nos. EL02-103-000 and EL02-103-001

McCarthy, Sweeney & Harkaway, P.C.
Attn: Channing D. Strother, Jr., Esq.
Attorney for City of Vernon, California
2175 K Street, N.W. Suite 600
Washington, DC 20037

Dear Mr. Strother:

- 1. On December 26, 2002, as corrected on January 7, 2003, you filed an Offer of Settlement (Settlement) on behalf of the Settling Parties in the above-referenced dockets. The Settlement reflects a comprehensive settlement of all issues in this proceeding.
- 2. Comments in support were filed by the Commission Trial Staff on January 2, 2003. No reply comments were filed. The Settlement Judge certified the Settlement to the Commission on January 13, 2003, as an uncontested settlement.
- 3. The Settlement is 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. 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).
- 4. The Transmission Agency of Northern California, the Northern California Power Agency, the Modesto Irrigation District, the M-S-R Public Power Agency, and the California cities of Anaheim, Azusa, Banning, Colton, Redding, Riverside, and Santa Clara filed motions to intervene out of time in this proceeding. Consistent with <u>Southern Company Services, Inc.</u>, 101 FERC ¶ 61,373 (2002), we will deny these requests.

Docket Nos. EL02-103-000 and EL03-103-001

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5. This letter order terminates Docket Nos. EL02-103-000 and EL02-103-001.

By direction of the Commission.

Magalie R. Salas, Secretary.

Enclosure

cc: All parties

Secretary California Public Utilities Commission 505 Van Ness Avenue San Francisco, CA 94102-3298

Enclosure

City of Vernon, California Settlement Rate Schedule Designations Docket No. EL02-103-000 Effective Date: July 1, 2002

	<u>Designation</u>	<u>Description</u>
(1)	First Revised Sheet Nos. 5 and 6 under FERC Electric Tariff, Original Volume No. 1 (Supersedes Original Sheet Nos. 5 and 6)	Revised Tariff Definitions
(2)	Original Sheet No. 5A under FERC Electric Tariff, Original Volume No. 1	Revised Tariff Definitions