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From: CRCommunications

Sent: Monday, June 23, 2003 5:02 PM

To: ISO Market Participants

Subject: CAISO Notice - Amendment 50 - Decremental Reference Price Level Information

MARKET NOTICE

June 23, 2003

Amendment 50 - Decremental Reference Price Level Information

ISO Market Participants:

Earlier today the CAISO held a conference call with Market Participants and Potomac Economics to discuss the Decremental (DEC) Reference Pricing Methodology. This methodology is scheduled to be implemented on July 1, 2003 HE01 per the May 30, 2003 FERC Order regarding Amendment 50. As a result of the conference call, Potomac Economics has drafted a white paper clarifying some points that were brought up in today's discussion. That document, entitled "Potomac Economics Plan for Calculating Decremental Reference Levels" is attached. Also included is the "Supplemental Reference Level Information" Request Sheet that Scheduling Coordinators may use to submit their updated unit information to Potomac Economics. These documents are also available on the CAISO website at <http://www1.caiso.com/clientserv/stakeholders/> under the "Amendment 50 Implementation" heading.

If you have questions regarding the DEC Reference Price Methodology or any of the material that has been provided please contact:

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