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January 16, 2001

The Honorable David P. Boergers Secretary Federal Energy Regulatory Commission 888 First Street, N.E. Washington, D.C. 20426

THE SECRETAR

Re: California Independent System Operator Corporation Docket Nos. ER98-997-000, ER98-1309-000.

Dear Secretary Boergers:

Enclosed is an original and fourteen copies of the Answer of the California Independent System Operator Corporation to the Cogeneration Association of California and Arco CQC Kiln's Motion for Continuation of Hearing Until April 24, 2001. Two copies have been provided to the Presiding Judge. Also enclosed is an extra copy of the filing to be time/date stamped and returned to us by the messenger. Thank you for your assistance.

Respectfully submitted,

Michael E. Ward

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Counsel for the California

Independent System Operator Corporation

Enclosures

cc: Service List

The Honorable Jacob Leventhal

UNITED STATES OF AMERICA BEFORE THE FEDERAL ENERGY REGULATORY COMMISSION

California Independent System)	Docket Nos. ER98-997-000
Operator Corporation)	ER98-1309-000

ANSWER OF THE CALIFORNIA INDEPENDENT SYSTEM OPERATOR CORPORATION TO COGENERATION ASSOCIATION OF CALIFORNIA AND ARCO CQC KILN'S MOTION FOR A CONTINUATION OF EVIDENTIARY HEARINGS UNTIL APRIL 24, 2001

To: The Honorable Jacob Leventhal Presiding Administrative Law Judge

Pursuant to Rule 213 of the Rules of Practice and Procedure of the Federal Energy Regulatory Commission ("Commission" or "FERC"), 18 C.F.R. § 385.213, the California Independent System Operator Corporation ("ISO") hereby answers the Cogeneration Association of California ("CAC") and Arco CQC Kiln's ("Arco") Motion for Continuation of Hearing Until April 24, 2001. The ISO supports the Motion and believes it would be in the best interest of the parties to this proceeding. The ISO therefore requests that the Motion be granted.

I. Discussion

On January 12, 2001, CAC/ARCO filed a motion to postpone the hearing in this proceeding until April 24, 2001. In support of the motion, CAC/ARCO cited recent events in California, of which the Presiding Judge is aware, and the pressing need to devote available resources to the resolution of those issues.

For similar reasons, a postponement would assist the ISO in addressing the immediate financial and energy crises. Conducting the hearing at this time would divert significant resources from the pressing problems. In particular, two of the ISO's witnesses, Ms. Le Vine, Director of Contracts and Compliance, and Mr. Carlson, Director of Operations Support & Training, have significant roles that may be implicated in resolution of the issues.

Finally, because testimony is complete, no party will be prejudiced by the delay.

II. Conclusion

For the foregoing reasons, the ISO respectfully requests that the Presiding Judge grant CAC and Arco's Motion for Continuation of the Hearing Until April 24, 2001.

Charles Robinson, General Counsel Roger E. Smith, Sr. Regulatory Counsel Jeanne Sole, Regulatory Counsel California Independent System Operator Corporation 151 Blue Ravine Road Folsom, CA 95630 Respectfully submitted,

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Dated: January 16, 2001

CERTIFICATE OF SERVICE

I hereby certify that I have this day served the foregoing document upon each person designated on the official service list compiled by the Secretary in this proceeding.

Dated at Washington, D.C., this 16th day of January, 2001.

Michael Ward