FEDERAL ENERGY REGULATORY COMMISSION WASHINGTON, DC 20426

OFFICE OF ENERGY MARKET REGULATION

California Independent System Operator Corporation Docket No. ER17-2061-000

August 22, 2017

California Independent System Operator Corporation 250 Outcropping Way Folsom, CA 95630

Attention: John C. Anders

Assistant General Counsel

Reference: Amended Market Efficiency Enhancement Agreement

Dear Mr. Anders:

On July 7, 2017, California Independent System Operator Corporation (CAISO) submitted revisions to the Market Efficiency Enhancement Agreement (Agreement) between CAISO and Western Area Power Administration – Sierra Nevada Region (Western). CAISO's revisions, which are made to Schedules 1 and 2 of the Agreement, reflect a change in the modeling of the New Melones Powerhouse resource to the Tracy 230 kV Substation instead of to the New Melones Substation, in order to correct the appearance of congestion in real-time where congestion would not occur. CAISO's revisions to the Agreement are accepted for filing, effective September 6, 2017, as requested.

The filing was noticed on July 7, 2017, with comments, protests, or interventions due on or before July 28, 2017. No protests or adverse comments were filed. Notices of intervention and unopposed timely filed motions to intervene are granted pursuant to the operation of Rule 214 of the Commission's Rules of Practice and Procedure (18 C.F.R.

¹ CAISO states that the Agreement sets forth the terms and conditions to model and price interchange transactions between CAISO and Western. The Agreement was initially accepted in 2015. *Cal. Indep. Sys. Operator Corp.*, Docket No. ER15-2583-000 (Oct. 19, 2015) (delegated letter order).

§ 385.214). Any opposed or untimely filed motion to intervene is governed by the provisions of Rule 214.

This action does not constitute approval of any service, rate, charge, classification, or any rule, regulation, contract, or practice affecting such rate or service provided for in the filed documents; nor shall such action be deemed as recognition of any claimed contractual right or obligation affecting or relating to such service or rate; and such action is without prejudice to any findings or orders which have been or may hereafter be made by the Commission in any proceeding now pending or hereafter instituted by or against CAISO.

This action is taken pursuant to authority delegated to the Director, Division of Electric Power Regulation - West, under 18 C.F.R. § 375.307. This order constitutes final agency action. Requests for rehearing by the Commission may be filed within 30 days of the date of issuance of this order, pursuant to 18 C.F.R. § 385.713.

Sincerely,

Steve P. Rodgers, Director Division of Electric Power Regulation – West