

FEDERAL ENERGY REGULATORY COMMISSION
WASHINGTON, D.C. 20426

OFFICE OF ENERGY MARKET REGULATION

California Independent System
Operator Corporation
Docket Nos. ER15-1765-000
ER15-1765-001

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

July 16, 2015

Attention: John C. Anders
Attorney for the California Independent
System Operator Corporation

Reference: Rate Schedule No. 78 and Rate Schedule No. 17

Dear Mr. Anders:

On May 21, 2015, California Independent System Operator Corporation (CAISO) submitted: (1) an Adjacent Balancing Authority Operating Agreement (BA Operating Agreement) with Arizona Public Service Company (APS), (2) a notice of termination of its existing Interconnected Control Area Operating Agreement with APS, and (3) an Amended BA Operating Agreement with APS. CAISO states that the Hassayampa – North Gila 500 kV line (HANG2 Line), subject of the BA Operating Agreement, is expected to be placed in service on May 22, 2015, and requests an effective date for the BA Operating Agreement and notice of termination commensurate with that date. Waiver of the Commission's prior notice requirements pursuant to Section 35.11 of the Commission's regulations (18 C.F.R. § 35.11) is granted,¹ and the BA Operating Agreement and notice of termination are accepted for filing, effective May 22, 2015, as requested.² The Amended BA Operating Agreement is also accepted for filing, effective

¹ *Central Hudson Gas and Electric Corp., et al.*, 60 FERC ¶ 61,106, *reh'g denied*, 61 FERC ¶ 61,089 (1993), and *Prior Notice and Filing Requirements Under Part II of the Federal Power Act*, 64 FERC ¶ 61,139, *clarified*, 65 FERC ¶ 61,081 (1993).

² In the event the actual in-service date of the HANG2 Line differs from the proposed effective date, CAISO must notify the Commission within 15 days of the date of this order in an eTariff submittal using Type of Filing Code 150 – Report.

July 23, 2015, as requested.

These filings were noticed on May 21, 2015, with comments, protests or motions to intervene due on or before June 11, 2015. No 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. § 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