# UNITED STATES OF AMERICA BEFORE THE FEDERAL ENERGY REGULATORY COMMISSION

Duke Energy Oakland LLC ) Docket No. ER02-10-001 Duke Energy South Bay LLC ) Docket No. ER02-239-003

## LATE FILED MOTION TO INTERVENE OF THE CALIFORNIA INDEPENDENT SYSTEM OPERATOR CORPORATION

Pursuant to Rule 214 of the Rules of Practice and Procedure of the Federal Energy Regulatory Commission ("Commission"), 18 C.F.R. § 385.214, and the Commission's October 1, 2002 Notice of Filing, the California Independent System Operator Corporation ("CA ISO") hereby moves to intervene out of time in the above-captioned proceedings. In support thereof, the CA ISO states as follows:

#### I. COMMUNICATIONS

Please address communications concerning this filing to the following persons:

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#### II. BACKGROUND

On September 26, 2002, Duke Energy South Bay, LLC ("DESB") tendered for filing certain revisions to Schedules A and B of its Reliability Must-Run ("RMR") Agreement ("RMR Agreement") with the CA ISO ("DESB filing"). The revisions were proposed in light of an Offer of Settlement in Dockets ER02-10-000, ER02-239-000, ER02-239-001 and ER02-239-002. These dockets concern the Annual Fixed Revenue Requirement ("AFRR") values for DESB's RMR generating facilities, and values to be incorporated in DESB's 2002 RMR rates. DESB, San Diego Gas and Electric Company ("SDG&E") and the CA ISO submitted two separate Offers of Settlement addressing these matters on June 25, 2002 and September 26, 2002 respectively.

On October 1, 2002, the Commission issued a notice of filing inviting interested parties to file motions to intervene or protests on the DESB filing by October 17, 2002.

#### III. BASIS FOR MOTION TO INTERVENE

The CA ISO is a non-profit public benefit corporation organized under the laws of the State of California and responsible for the reliable operation of a grid comprising the transmission systems of SDG&E, and other utilities, as well as for the coordination of the competitive Ancillary Services and real-time electricity markets in California. As the counter party in the RMR Agreements governing DESB's provision of RMR services the CA ISO has a unique interest in any Commission proceeding concerning rates under those RMR Agreements. Further, the CA ISO is a party to the Offer of Settlement that is the basis for

DESB's filing in this matter. Accordingly, the CA ISO has a direct and substantial

interest in this proceeding and requests that it be permitted to intervene in this

proceeding with full rights of a party.

The CA ISO requests that it be allowed to intervene out-of-time because it

has a significant interest in the matter. In contrast, late-filed intervention by the

CA ISO should not prejudice any party or delay the proceedings.

V. CONCLUSION

For the foregoing reasons, the CA ISO respectfully requests that the

Commission permit it to intervene, and that it be accorded full party status in this

proceeding.

Respectfully submitted,

Jeanne M. Solé

Regulatory Counsel

California Independent System Operator

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Counsel for the California Independent

**System Operator Corporation** 

Date: October 29, 2002

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October 29, 2002

Magalie Roman Salas, Secretary Federal Energy Regulatory Commission 888 First Street, N.E. Washington, D.C. 20426

Re: Duke Energy Oakland LLC and Duke Energy South Bay LLC, Docket Nos. ER02-10-001 and ER02-239-003

Dear Secretary Salas:

Enclosed please find an electronic filing in the above-captioned proceeding of the Late-Filed Motion to Intervene of the California Independent System Operator Corporation. Thank you for your attention to this filing.

Respectfully submitted,

Jeanne M. Solé Counsel for the California Independent System Operator Corporation

### **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 Folsom, CA, on this 29th day of October, 2002.
Jeanne M. Solé