

October 17, 2000

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

Re: Docket No. ER99-2383-____

Dear Secretary Boergers:

Enclosed please find an original and fourteen copies of a Notice of Implementation regarding the implementation of Adjustment Bids in conjunction with Inter-Scheduling Coordinator Energy Trades.¹ The enclosed Notice of Implementation was issued by the ISO on October 16, 2000 pursuant to the order issued by the Commission in the above-captioned proceeding on June 29, 2000. This Notice is being provided for the information of the Commission.

The ISO filed Amendment No. 29 to the ISO Tariff in the above-captioned docket on May 2, 2000. In Amendment No. 29, the ISO proposed modifications to Tariff provisions relating to the submission of Adjustment Bids in the ISO's Congestion Management process that would enable Scheduling Coordinators to submit Adjustment Bids in association with Inter-Scheduling Coordinator Energy Trades, so that Scheduling Coordinators participating in such trades can also value the priority of those trades through bids in the ISO's Congestion Management process. Collectively, these proposed revisions are referred to as "Inter-SC Trade Adjustment Bids." Because the software necessary to implement Inter-SC Trade Adjustment Bids was still in development when the

¹ Capitalized terms not otherwise defined herein are used in the sense given in the Master Definitions Supplement, Appendix A to the ISO Tariff.

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ISO filed Amendment No. 29, the ISO requested that these revisions be permitted to go into effect on the later of July 1, 2000, or ten days after the ISO posts a notice on the ISO Home Page that the modified software necessary to implement Inter-SC Trade Adjustment Bids is ready for use.

The Commission approved Amendment No. 29, with certain modifications, by order issued on June 29, 2000. *California Independent System Operator Corporation*, 91 FERC ¶ 61,324. In that order, the Commission approved the Tariff revisions related to Inter-SC Trade Adjustment Bids and the ISO's request that these revisions be made effective upon notice to the market. *Id.* at 62,119.

The enclosed Notice of Implementation specifies that the ISO will implement Inter-SC Trade Adjustment Bids on October 26, 2000, starting with the Day Ahead Market for Trading Day October 27, 2000. The ISO states that the enclosed Notice of Implementation was posted on the ISO Home Page, www.caiso.com, on October 16, 2000 and was sent to all Market Participants on that date. The ISO further states that it has served the Notice of Implementation upon each person designated on the official service list for the above-captioned docket, as indicated in the attached certificate of service.

Enclosed please also find a form notice of filing suitable for publication in the Federal Register and copy of that form notice on a 3.5" diskette. Two extra copies of this filing are also enclosed. Please stamp these copies with the date and time of filing and return them to the messenger.

Respectfully submitted

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CERTIFICATE OF SERVICE

I hereby certify that I have this day served the foregoing Notice upon each person designated on the service list compiled by the Secretary in the above-referenced docket.

Dated at Washington, DC, this 17th day of October, 2000.

Sean A. Atkins
Counsel for the California Independent
System Operator Corporation