

FEDERAL ENERGY REGULATORY COMMISSION
WASHINGTON, D.C. 20426

OFFICE OF ENERGY MARKET REGULATION

In Reply Refer To:
California Independent System Operator
Corporation
Docket Nos. ER07-1077-002 and
ER07-613-005
December 10, 2007

Alston & Bird LLP
The Atlantic Building
950 F Street, N.W.
Washington, DC 20004

Attention: Bradley R. Miliauskas
Attorney for the California Independent System Operator Corporation

Reference: Compliance Filing

Dear Mr. Miliauskas:

On September 12, 2007, you submitted, on behalf of the California Independent System Operator Corporation (CAISO), revised tariff sheets in accordance with the Commission's order issued August 28, 2007 in this proceeding.¹ The August 28 Order conditionally accepted and rejected various amendments to the CAISO's tariff revising provisions governing the credit requirements for congestion revenue rights (CRRs). In particular, the Commission rejected the CAISO's proposal to use a multi-year term in calculating the amount of credit required to hold a long-term CRR and directed the CAISO to revise its tariff to limit to a term of one year the "exposure window" for which the CAISO can require credit to be posted for long-term CRRs. Your submittal is in

¹ *California Independent System Operator Corporation*, 120 FERC ¶ 61,192 (2007) (August 28 Order).

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satisfactory compliance with the August 28 Order, and is accepted for filing effective as requested.

The filing was noticed on September 14, 2007, with comments, protests, or motions to intervene due on or before October 3, 2007. No protests or adverse comments were received. 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 acceptance for filing shall not be construed as constituting approval of the referenced filing or of any rate, charge, classification or any rule, regulation or practice affecting such rate or service provided for in the filed documents; nor shall such acceptance be deemed as recognition of any claimed contractual right or obligation associated therewith; and such acceptance is without prejudice to any findings or orders which have been or any which may hereafter be made by the Commission in any proceeding now pending or hereafter instituted by or against the CAISO.

This action is taken pursuant to authority delegated to the Director, Division of Tariffs and Market Development – West, under 18 C.F.R. § 375.307 of the Commission's regulations. 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.

If you have any questions regarding this letter order, please contact Robert Machuga at (202) 502-6004.

Sincerely,

Steve P. Rodgers, Director
Division of Tariffs and Market
Development – West

cc: All Parties