

FEDERAL ENERGY REGULATORY COMMISSION
WASHINGTON, D.C. 20426

California Independent System Operator
Corporation
Docket No. ER10-2456-000
October 28, 2010

Alston & Bird LLP
The Atlantic Building
950 F Street, NW
Washington, DC 20004

Attention: Michael Kunselman, Esquire
Counsel for California Independent System
Operator Corporation

Reference: Compliance Filing – Interconnection Financial Security Deposit Provisions

Dear Mr. Kunselman:

On August 30, 2010, you submitted for filing, on behalf of the California Independent System Operator Corporation (CAISO), revisions to the interconnection financial security provisions of the Large Generator Interconnection Procedures in its Market Redesign and Technology Upgrade (MRTU) Tariff. These revisions were filed in compliance with the Commission's directives resulting from a Section 206 investigation which found that the financial security requirements were not just and reasonable as applied to customers who switch from full capacity to energy-only deliverability following the Phase I study.¹ The revised "Initial Posting of Interconnection Financial Security" provision complies with the Commission's directive and is accepted for filing, effective July 1, 2010, as requested.

The filing was noticed on August 30, 2010, and September 9, 2010, with comments, protests, or motions to intervene due on or before September 20, 2010. No protests or adverse comments were received. Notices of intervention, unopposed timely filed motions to intervene, and the untimely motion for leave to intervene are granted pursuant to the operation of Rule 214 of the Commission's Rules of Practice and

¹ See California Independent System Operator Corporation, 132 FERC ¶ 61,005 (2010).

Procedure (18 C.F.R. § 385.214). Any opposed or untimely filed motion to intervene is also 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 California Independent System Operator Corporation.

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

cc: All Parties