

FEDERAL ENERGY REGULATORY COMMISSION
WASHINGTON, D.C. 20426

California Independent
System Operator Corporation
Docket No. ER03-1119-000
September 22, 2003

Swidler Berlin Shereff Friedman, LLP
3000 K Street, N.W.
Washington, D.C. 20007-5116

Attention: Bradley R. Miliauskas, Esquire

Reference: First Revised Service Agreement No. 457 under
FERC Electric Tariff, First Revised Volume No. 1

Dear Mr. Miliukas:

On July 25 2003, you submitted, on behalf of the California Independent System Operator Corporation (CAISO), a revised metered subsystem aggregator agreement (MSS Agreement) between the CAISO and the Northern California Power Agency (NCPA). Waiver of the notice requirements under Section 35.11 of the Commission's regulations is granted and the revised MSS Agreement is accepted for filing effective August 1, 2003.

Specifically, the MSS Agreement facilitates NCPA's operation as a vertically integrated utility system while providing a means for it to participate in the CAISO's market. The revised MSS Agreement updates peak load information to address provisions related to underfrequency load shedding and revises NCPA's emergency action plan. Pursuant to section 388.112 of the Commission's regulations, the CAISO seeks privileged treatment for certain provisions contained in the MSS Agreement.

This filing was noticed on July 30, 2003, with comments, protests, or interventions due on or before August 15, 2003. Motions to intervene were filed by the Northern California Power Agency, the California Department of Water Resources State Water Project, and the City of Santa Clara. No protests or 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 acceptance 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 or pending or hereafter instituted by or against the California Independent System Operator Corporation.

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. 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,

Jamie L. Simler
Director, Division of Tariffs
and Market Development - West