FEDERAL ENERGY REGULATORY COMMISSION WASHINGTON, D.C. 20426

OFFICE OF ENERGY MARKET REGULATION

Cabrillo Power I, LLC Docket No. ER08-165-000 December 12, 2007

Robert C. Fallon Leonard, Street and Deinard, PA The Army and Navy Club Building 1627 Eye Street, N.W., Suite 610 Washington, D.C. 20006

Attention: Mr. Fallon Attorney for Cabrillo Power I, LLC

Reference: Notice of Termination of Reliability Must-Run Agreement

Dear Mr. Fallon:

On November 1, 2007, Cabrillo Power I, LLC (Cabrillo I) filed a Notice of Termination of a Reliability Must-Run Agreement (Notice of Termination) between Cabrillo I and the California Independent System Operator Corporation (CAISO). Cabrillo I states that the Notice of Termination is conditioned upon Commission acceptance of two executed Interim Agreements between Cabrillo I and the CAISO, in Docket No. ER08-178-000, filed concurrently with the instant filing. The Notice of Termination is accepted for filing, as designated, effective January 1, 2008, conditioned upon Commission acceptance of the aforementioned Interim Agreements.

This filing was noticed on November 8, 2007, with comments, protests or motions to intervene due on or before November 23, 2007. No adverse comments, protests or motions to intervene were filed. Notices of intervention and unopposed timely filed motions to intervene are granted pursuant to the operation of Rule 211 and Rule 214 of the Commission's Rules of Practice and Procedure (18 C.F.R § 385.211 and § 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 rates or services 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 your company.

Authority to act on this matter is 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.

If you have any questions regarding this letter order, please contact Robert Petrocelli at (202) 502-8447.

Sincerely,

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

cc: All Parties