



California Independent
System Operator Corporation

May 25, 2007

Via Electronic Filing

The Honorable Kimberly D. Bose
Secretary
Federal Energy Regulatory Commission
888 First Street, N.E.
Washington, D.C. 20426

**Re: California Power Exchange Corporation
Petition to Extend Existing Settlement
Docket Nos. ER07-861-000**

Dear Secretary Bose:

Transmitted herewith for electronic filing in the above-referenced proceedings is the Motion to Intervene of the California Independent System Operator Corporation.

Thank you for your attention to this matter.

Yours truly,

/s/ Daniel J. Shonkwiler

Daniel J. Shonkwiler
Senior Counsel
Counsel for the California Independent
System Operator Corporation

Enclosure
cc: Service List

**UNITED STATES OF AMERICA
BEFORE THE
FEDERAL ENERGY REGULATORY COMMISSION**

California Power Exchange Corporation)	Docket No. ER07-861-000
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)	

**MOTION TO INTERVENE OF THE
CALIFORNIA INDEPENDENT SYSTEM OPERATOR CORPORATION**

Pursuant to Rule 214 of the Rules of Practice and Procedure of the Federal Energy Regulatory Commission (“Commission”), 18 C.F.R. § 385.214, and the Commission’s May 9, 2007, Combined Notice of Filings, the California Independent System Operator Corporation (“CAISO”) submits this Motion to Intervene in the above captioned proceeding. The CAISO states as follows:

I. DESCRIPTION OF THE PROCEEDING

On May 4, 2007, the California Power Exchange (“CalPX”) submitted for filing a Petition to Extend Existing Settlement (“Petition”). Under the terms of the existing settlement agreement (“Settlement”) reached in Docket Nos. ER05-167-000 et al. and approved by Order issued October 11, 2005 (133 FERC ¶ 61, 017), CalPX is entitled to wind-up costs from its market participants through December 31, 2007. CalPX requests that the Commission extend the term of the Settlement through December 31, 2010.

By its Notice issued May 9, 2007, the Commission established May 25, 2007, as the comment date motions in the above-captioned proceeding.

II. DESCRIPTION OF THE ISO AND COMMUNICATIONS

The CAISO is a non-profit public benefit corporation organized under the laws of the State of California with its principal place of business at 151 Blue Ravine Road, Folsom, CA 95630. The CAISO is the Control Area operator responsible for the reliable operation of the electric grid comprising the transmission systems of a number of utilities.

The CAISO requests that all communications and notices concerning this motion and these proceedings be provided to:

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Operator Corporation
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The CAISO has a substantial interest in this proceeding and requests that it be permitted to intervene. Because no other party can adequately represent the CAISO's interests in this proceeding, the CAISO's intervention is in the public interest and should be granted.

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III. CONCLUSION

The CAISO respectfully requests that the Commission grant this Motion to Intervene and make the CAISO a party in the above-caption proceeding with full rights of participation.

Dated: May 25, 2007

Respectfully submitted

/s/ Daniel J. Shonkwiler
Daniel J. Shonkwiler
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Operator Corporation
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CERTIFICATE OF SERVICE

I hereby certify that I have, this 25th day of May 2007, caused to be served a copy of the forgoing document upon all parties listed on the official service list compiled by the Secretary of the Federal Energy Regulatory Commission in this proceeding.

/s/ Daniel J. Shonkwiler
Daniel J. Shonkwiler