

UNITED STATES OF AMERICA
FEDERAL ENERGY REGULATORY COMMISSION

California Independent System Operator
Corporation

Docket No. ER02-250-002
ER02-527-001

Pacific Gas and Electric Company

Docket No. ER02-479-001

NOTICE OF EXTENSION OF TIME

(January 27, 2003)

On January 8, 2003, the California Independent System Operator (Cal ISO) filed a motion for clarification seeking an extension within which to comply with the Commission's Letter Order (Order) issued December 26, 2002, in the above-docketed proceedings. The Commission's Order instructed the Cal ISO to make refunds, with interest, within thirty (30) days from December 26, 2002, or January 27, 2003.

In its motion, Cal ISO requests clarification that the schedule by which it provides refunds under the terms of the 2002 Grid Management Charge (GMC) Settlement Agreement may comport with the invoice settlement process by which all ISO accounts are settled, and that such refunds, plus interest, may be provided on February 5, 2003. Cal ISO's motion states that because of the structure of the ISOs settlements system, it would be extremely difficult and costly to provide refunds within the thirty day period, rather than in the usual course of the ISO settlements. The motion also states that no party will be harmed by this slight delay because the settlement agreement requires that interest be calculated on any refunds that are issued.

Upon consideration, notice is hereby given that Cal ISO may make refunds, with appropriate interest under the 2002 GMC Settlement Agreement, on or before February 5, 2003, as requested by Cal ISO.

Magalie R. Salas
Secretary