

November 2, 2007

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

Re: Docket Nos. RC07-4-000, RC07-6-000 and RC07-7-000

Dear Ms. Bose:

Following the technical conference held on October 12, 2007 in the referenced dockets, the North American Electric Reliability Corporation (“NERC”), ReliabilityFirst Corporation, Direct Energy, LLC, Strategic Energy, L.L.C. and Sempra Energy Solutions, LLC (the “parties”) have had various discussions and have exchanged information, which has been helpful and useful, regarding each of their respective positions on applicability of the Load Serving Entity Reliability Standards to retail power marketers that serve retail end-use customer load but do not own assets.

By this letter, NERC hereby notifies the Commission that the parties have determined that further discussions between the parties at this time are unlikely to result in resolution of the appeals.

Sincerely,



David N. Cook

cc: Service List