BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of San Diego Gas & Electric Company (U 902 E) for a Certificate of Public Convenience and Necessity for the Miguel-Mission 230 kV #2 Project.

A.02-07-022

RESPONSE OF THE CALIFORNIA INDEPENDENT SYSTEM OPERATOR CORPORATION TO SAN DIEGO GAS & ELECTRIC COMPANY'S PETITION FOR MODIFICATION OF DECISION NUMBER 04-07-026

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Dated: October 15, 2004

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Pursuant to Rule 47 of the Commission's Rules of Practice and Procedure, the California Independent System Operator ("ISO") respectfully submits this response to San Diego Gas & Electric Company's ("SDG&E") Petition for Modification of D.04-07-026, filed on September 30, 2004 ("Petition").

On October 8, 2004, the ISO filed its Response to Administrative Law Judge Kim Malcolm's September 22, 2004, Ruling Soliciting Information. In that response, the ISO repeated its strong support for SDG&E's efforts to modify the Miguel-Mission 230 kV #2 project to expedite the in-service date for the approved 230kV circuit prior to the currently anticipated in-service date of July 2006. Also in that response, the ISO indicated its intention to submit an analysis in response to the Petition that addresses the engineering and system operation aspects of SDG&E's specific temporary proposal. The ISO has been working diligently with SDG&E to perform the necessary studies to determine the manner in which the temporary Miguel-Mission line would be operated

and integrated into the ISO controlled grid. That work is ongoing. Nevertheless, at the present time and based on the preliminary information available to it, the ISO can report that there does not presently appear to be any barrier in SDG&E's temporary proposal that would prevent the CAISO from complying with applicable reliability criteria when

Thus, the CAISO respectfully requests that the Petition be granted and that the schedule for responding to the Petition be shortened to the maximum extent currently possible.

Respectfully submitted,

By: Grant A. Rosenblum

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Date: October 15, 2004

the temporary line is energized.

PROOF OF SERVICE

I hereby certify that on October 15, 2004 I served, by electronic mail, The California Independent System Operator's Response of The California Independent System Operator Corporation to San Diego Gas & Electric Company's Petition For Modification Of Decision Number 04-07-026 In Docket # A. 02-07-022.

DATED at Folsom, California on October 15, 2004

Charity N. Wilson

An Employee of the California Independent System Operator

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