

March 30, 2007

Ellen K. Schall  
Assistant General Counsel  
Markets, Tariffs and Rates  
Federal Energy Regulatory Commission  
888 First Street, N.E.  
Washington D.C. 20426

**Re: Docket No. EL04-24-000**

Dear Ms. Schall:

By letter dated June 22, 2006, you inquired about the status of the above-referenced matter and the plans of the California Independent System Operator Corporation ("CAISO") to file a motion to withdraw its Petition for Review of Arbitrator's Award. In our monthly response dated March 1, 2007, the CAISO indicated that no later than April 1, 2007, we would either file such motion to withdraw or provide further update about the status of this matter.

The CAISO proposes to defer filing a motion to withdraw the Petition in this matter while we continue to work with and discuss withdrawal of this matter with San Diego Gas & Electric Company. These discussions have led to reversal of a portion of the settlement related to this matter and are continuing in an effort to resolve remaining issues.

No later than May 1, 2007, the CAISO will either file a motion to withdraw or provide further update about the status of this matter.

Sincerely,

**/s/ Beth Ann Burns**

Beth Ann Burns  
Counsel

## **CERTIFICATE OF SERVICE**

I hereby certify that I have this day served the foregoing document upon each person designated on the official service list compiled by the Secretary in the above-captioned dockets.

Dated at Folsom, California, on this 30th day of March, 2007.

**/s/ Beth Ann Burns**

Beth Ann Burns