OF THE STATE OF CALIFORNIA

Order Instituting Rulemaking to Oversee the Resource Adequacy Program, Consider Program Refinements, and Establish Annual Local Procurement Obligations.

Rulemaking 11-10-023 (Filed October 27, 2011)

CALIFORNIA INDEPENDENT SYSTEM OPERATOR CORPORATION SUBMISSION OF ADDENDUM TO FINAL 2014 FLEXIBLE CAPACITY NEEDS ASSESSMENT

On May 1, 2014, the California Independent System Operator Corporation submitted its Final 2014 Flexible Capacity Needs Assessment in this proceeding. The ISO today issued an Addendum to the assessment to revise Figure 8.

The ISO hereby submits the Addendum to the Final 2014 Flexible Capacity Needs Assessment in this proceeding to include in the record the corrected calculation of the CPUC jurisdictional load serving entities' contribution to the flexible capacity need based on a seasonal factor of 74 percent for the non-summer months (January through April and October through December) and 68 percent for summer months (May through September), consistent with the methodology discussed in section 6.3 of the assessment.

Respectfully submitted,

By: /s/ Beth Ann Burns

Roger E. Collanton
General Counsel
Beth Ann Burns
Senior Counsel
California Independent System
Operator Corporation
250 Outcropping Way
Folsom, CA 95630

Tel: (916) 608-7146 Fax: (916) 608-7222 bburns@caiso.com

Attorneys for the California Independent System Operator Corporation

May 5, 2014

CALIFORNIA INDEPENDENT SYSTEM OPERATOR CORPORATION FINAL 2014 FLEXIBLE CAPACITY NEEDS ASSESSMENT

ADDENDUM MAY 5, 2012

The ISO's Final Flexible Capacity Needs Assessment, dated May 1, 2014, is available on the ISO's website at

http://www.caiso.com/informed/Pages/StakeholderProcesses/FlexibleCapacityRequirements.a spx

Figure 8 in that assessment showed the calculation of the CPUC jurisdictional load serving entities' contribution to the base flexible capacity need using 74 percent for all months.

In accordance with methodology discussed in Section 6.3 of the Final Flexible Capacity Needs Assessment, the CPUC jurisdictional load serving entities' contribution to the flexible capacity need should have been calculated by applying a seasonal factor of 74 percent for the non-summer months (January through April and October through December) and 68 percent for summer months (May through September).

The ISO is issuing this Addendum to the Final Flexible Capacity Needs Assessment to revise Figure 8. Revised Figure 8 contains the corrected summer the base and peak flexible capacity needs, as highlighted for the months of May through September.

Revised Figure 8:
CPUC Flexible Capacity Need in Each Category for 2015

