

FEDERAL ENERGY REGULATORY COMMISSION
WASHINGTON, D.C. 20426

California Independent System Operator
Corporation
Docket No. ER05-718-004
December 1, 2005

Alston & Bird LLP
601 Pennsylvania Avenue, N.W.
North Building, 10th Floor
Washington, D.C. 20004-2601

Attention: Sean A. Atkins
Attorney for the California Independent System Operator Corporation

Reference: Compliance Filing

Dear Mr. Atkins:

On November 1, 2005, you submitted on behalf of the California Independent System Operator Corporation (CAISO) a compliance filing pursuant to the Commission's order issued on September 30, 2005, in Docket No. ER05-718-003.¹ Consistent with the Commission's directive, the compliance filing includes tariff sheets to indicate that the "as bid" settlement methodology for settling intertie transactions will sunset upon the CAISO's implementation of a long-term methodology for settling intertie transactions as part of the CAISO's Market Redesign and Technology Upgrade (MRTU). The revised sheets are accepted for filing as being in compliance with the September 30 Order, effective October 1, 2005, as requested.

This filing was noticed on November 7, 2005, with comments, protests, or interventions due on or before November 22, 2005. None was filed. Notices of intervention and unopposed timely filed motions to intervene are granted pursuant to the operation of Rule 214 of the Commission's Rules of Practice and Procedure (18 C.F.R. § 385.214). Any opposed or untimely filed motion to intervene is governed by the provisions of Rule 214.

This acceptance for filing shall not be construed as constituting approval of the referenced filing or of any rate, charge, classification or any rule, regulation or practice

¹ *California Independent System Operator Corporation*, 112 FERC ¶ 61,352 (2005) (September 30 Order).

affecting such rate or service provided for in the filed documents; nor shall such acceptance be deemed as recognition of any claimed contractual right or obligation associated therewith; and such acceptance is without prejudice to any findings or orders which have been or any which may hereafter be made by the Commission in any proceeding now pending or hereafter instituted by or against the CAISO.

This action is taken pursuant to authority delegated to the Director, Division of Tariffs and Market Development – West, under 18 C.F.R. § 375.307 of the Commission's Regulations. This order constitutes final agency action. Requests for rehearing by the Commission may be filed within 30 days of the date of issuance of this order, pursuant to 18 C.F.R. § 385.713.

Sincerely,

John T. Carlson, Acting Director
Division of Tariffs and Market
Development – West