

UNITED STATES OF AMERICA
FEDERAL ENERGY REGULATORY COMMISSION

California Independent System Operator
Corporation

Docket Nos. ER01-313-011

Pacific Gas & Electric Company

ER01-424-011

**SECOND INFORMATIONAL REPORT OF THE
CALIFORNIA INDEPENDENT SYSTEM OPERATOR CORPORATION**

In its January 21, 2009 Order on Requests for Clarification, the Commission denied the request by Modesto Irrigation District (MID) and Silicon Valley Power (SVP) to require the California Independent System Operator Corporation (ISO) to submit a refund report by February 4, 2009 detailing the refund of the ISO's Grid Management Charges (GMC) assessed to behind the meter load during 2001-2003. The Commission did, however, order the ISO to either submit a refund report by June 30, 2009, or provide an informational report providing details as to when refunds can be determined and a refund report filed.¹

The ISO submitted its first informational report on June 30, 2009 in compliance with the Commission's directive. In that report, the ISO explained that (1) a stakeholder workshop would be held on July 22, 2009 to address data verification issues necessary to calculate the refunds; (2) the ISO and its stakeholders will develop tentative dates by which the data will be verified and

¹ 126 FERC ¶ 61,058 at 3.

provided to the ISO; and 3) once the necessary data has been gathered, it could be 4-6 more months before the refund process is completed. The Modesto Irrigation District (MID) and the City of Santa Clara (Silicon Valley Power [SVP]) filed responses to the ISO's first report, requesting that the ISO either provide the refunds or a schedule by September 21, 2009.² This second informational report is being submitted within the timeframe requested by MID and SVP.

As noted in the first informational report, the ISO did hold a stakeholder workshop on July 22, 2009. Participants agreed to review the information and documents provided prior to and during the meeting and to advise the ISO via E-mail as to a possible timeframe for providing the data as to load served by generation not identified on ISO Ex. 55 that is needed for the ISO to calculate the GMC rerun. The ISO received E-mails from participants and also held a follow-up conference call on August 26, 2009 during which stakeholders advised the ISO that the data would likely be available within up to three weeks from the date of the call. Therefore, the ISO estimates that the data needed from stakeholders will be provided by the end of September, 2009, and another conference call has been tentatively scheduled for October, 2009.

Once the data is collected, the ISO will manually calculate the refund amounts, and this is expected to take up to two months. When the calculation is completed, the stakeholders will be provided with preliminary information. Following validation from the stakeholders, the manual calculations will be given to the ISO settlements staff, who will conduct the rerun. The ISO anticipates that

² See MID Comments on Informational Filing and SVP Comments on Informational Filing, filed July 21, 2009 in this proceeding.

invoices will be sent to scheduling coordinators, reflecting the CAS and incentive compensation refunds, during January, 2010.

Respectfully submitted,

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CERTIFICATE OF SERVICE

I hereby certify that I have served the foregoing document upon the parties listed on the official service lists in the captioned proceedings, in accordance with the requirements of Rule 2010 of the Commission's Rules of Practice and Procedure (18 C.F.R. § 385.2010).

Dated at Washington, D.C. this 14th day of September, 2009.

/s/ Michael E. Ward

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