January 12, 2001

The Honorable David P. Boergers Secretary Federal Energy Regulatory Commission 888 First Street, N.E. Washington, D.C. 20426

Re: California Independent System Operator Corporation Docket Nos. ER01-313-000, ER01-819-000, ER01-836-000, and ER01-836-____ Supplement to Amendment No. 35 to the ISO Tariff

Dear Secretary Boergers:

On December 29, 2000, the California Independent System Operator Corporation ("ISO")¹ filed Amendment No. 35 to the ISO Tariff in Docket No. ER01-836-000. On January 5, 2001, the Commission noticed the ISO's filing. The ISO now submits an original and fourteen copies of a supplement ("Supplement") to Amendment No. 35 to harmonize the Tariff sheets submitted in Amendment No. 35 with the Tariff sheets submitted in previous filings, and to correct a typographical error. The ISO proposes no substantive Tariff changes in the Supplement.

The Supplement includes the following Tariff sheets:

 <u>Substitute First Revised Sheet No. 387 and Substitute Original Sheet</u> <u>No. 387A</u>. These sheets supersede the two different versions of First Revised Sheet No. 387 that were filed as part of Amendment No. 34²

¹ Capitalized terms not otherwise defined herein have the meaning set forth in the Master Definitions Supplement, Appendix A to the ISO Tariff.

² Amendment No. 34 was submitted on December 28, 2000, in Docket No. ER01-819-000, and was noticed by the Commission on January 5, 2001.

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and of Amendment No. 35, and also supersede Original Sheet No. 387A, which was filed as part of Amendment No. 34. The substitute sheets which the ISO now submits combine all the changes proposed to be included on the referenced sheets: the changes to Section 9.2 proposed in Amendment No. 35,³ as well as the addition of Sections 10-10.3 of the ISO Tariff as proposed in Amendment No. 34.⁴

- <u>Substitute First Revised Sheet No. 642A</u>. This sheet supersedes the two different versions of Original Sheet No. 642A that were filed as part of Amendment Nos. 32⁵ and 35. The substitute sheet which the ISO now submits includes both subsection (b) of Settlement and Billing Protocol ("SABP") Section 3.1.1, which was included on the Original Sheet No. 642A filed as part of Amendment No. 35; and subsection (c) of SABP Section 3.1.1, which was included on the Original Sheet No. 642A filed as part of Amendment No. 32.
- <u>Substitute First Revised Sheet No. 357</u>. This sheet supersedes First Revised Sheet No. 357, which was filed as part of Amendment No. 35. On the sheet submitted as part of Amendment No. 35, the defined term "WSCC (Western System Coordinating Council)" should have been, but was not, underlined. The ISO now corrects the error.

If the Commission requires modifications to any of the proposed ISO Tariff revisions described above, or rejects any of the proposed revisions reflected on the sheets submitted in the Supplement, the ISO will file further substitute sheets to reflect the required modification or the rejection of a proposed revision in the appropriate docket, in accordance with the Commission's Order No. 614.⁶ Moreover, the inclusion of the proposed Tariff revisions in this Supplement is also consistent with the Commission's directive that "tariff sheets should reflect the proposed accumulated changes to date[, and i]f the Commission were to order

³ See Amendment No. 35 filing, Attachment K.

⁴ *See* Amendment No. 34 filing, Attachment B.

⁵ Amendment No. 32 was submitted on November 1, 2000, in Docket No. ER01-313-000. The ISO submitted Amendment No. 32 to obtain Commission approval of a proposed unbundled Grid Management Charge ("GMC"). On December 29, 2000, the Commission issued an order that, among other things, accepted the unbundled GMC, as subsequently amended, suspended it for a nominal period, to become effective January 1, 2001, subject to refund, and set it for hearing. *California Independent System Operator Corporation*, 93 FERC ¶ 61,337, at 62,145.

⁶ Designation of Electric Rate Schedule Sheets, FERC Stats. & Regs. ¶ 31,096, at 31,510 (2000).

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the changes to those tariff sheets in another docket, then superseding tariff sheets would follow."⁷

The following documents, in addition to this letter, support the present filing:

- Revised ISO Tariff sheets, as described above (Attachment A); and
- A form of notice suitable for publication in the Federal Register (Attachment B), which is also provided in electronic form on the enclosed diskette.

Also enclosed is an extra copy of this filing. Please date-stamp and return to copy to our messenger. If there are any questions concerning this filing, please contact the undersigned.

Respectfully submitted,

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⁷ *California Independent System Operator Corporation*, 90 FERC ¶ 61,316, at 62,048 n.9 (2000).