

March 7, 2005

The Honorable Magalie R. Salas Secretary Federal Energy Regulatory Commission 888 First Street, N.E. Washington, D.C. 20426

Re: California Independent System Operator Corporation

Compliance Filing

Docket No. ER04-632-001

Dear Secretary Salas:

The California Independent System Operator Corporation ("ISO")¹ respectfully submits six copies of the present filing in compliance with the Commission's February 18, 2005 order in the captioned docket, 110 FERC ¶ 61,173 ("February 18 Order"), concerning the May 21, 2004 compliance filing ("May 21 Filing") made by the ISO in response to the Commission's May 8, 2004 order regarding a stipulation associated with Amendment No. 49 to the ISO Tariff.

The purpose of the May 21 Filing was to implement changes to the ISO Tariff directed by the Commission in a May 6, 2004 Order. February 18 Order at PP 1, 1. The Modesto Irrigation District made a protest of that compliance filing as the ISO inadvertently included one reference to SCPTO in Section 10.2 of Appendix F, Schedule 3 of the ISO Tariff that should have been deleted. *Id.* at PP 4. Therefore, the Commission directed the ISO to submit a compliance filing "deleting the term SCPTO from section 10.2 of the CAISO tariff." *Id.* PP 2, 5.

Capitalized terms not otherwise defined herein are defined in the Master Definitions Supplement, ISO Tariff Appendix A., as filed August 15, 1997, and subsequently revised.

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The tariff changes described above are shown in the revised sheets for Appendix F, Schedule 3, Section 10.2 of the ISO Tariff provided in Attachment A to the present filing, and are shown in black-line format in Attachment B. Additionally, the ISO submits, in Attachment C, a form notice of filing suitable for publication in the Federal Register, along with a computer diskette containing the notice of filing.

Two additional copies of this filing are enclosed to be date-stamped and returned in the enclosed self-addressed prepaid Federal Express envelope. If there are questions concerning this filing, please contact the undersigned.

Respectfully submitted,

Charles F. Robinson General Counsel

Anthony J. Ivancovich

Associate General Counsel

Sidney Mannheim Davies

Senior Regulatory Counsel

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ATTACHMENT A

CALIFORNIA INDEPENDENT SYSTEM OPERATOR CORPORATION
FERC ELECTRIC TARIFF
Substitute Fifth Revised Sheet No. 387A
FIRST REPLACEMENT VOLUME NO. I
Superseding Fourth Revised Sheet No. 387A
times the actual Gross Load of such UDCs and MSS Operators ("Utilityspecific HVAC"); or

- (ii) for a Participating TO that is not a UDC or MSS Operator and that does not have Gross Load in its TO Tariff in accordance with Appendix F, Schedule 3, Section 9, then calculate the Participating TO's portion of the total Billed HVAC/TC in subsection (a) based on the ratio of the Participating TO's High Voltage Transmission Revenue Requirement to the sum of all Participating TOs' High Voltage Revenue Requirements.
- (c) if the total Billed HVAC/TC in subsection (a) received by the ISO less the total dollar amounts calculated in Utility-specific HVAC in subsection (b)(i) and subsection (b)(ii) is different from zero, the ISO shall allocate the positive or negative difference among those Participating TOs that are subject to the calculations in subsection (b)(i) based on the ratio of each Participating TO's High Voltage Transmission Revenue Requirement to the sum of all of those Participating TOs' High Voltage Transmission Revenue Requirements that are subject to the calculations in subsection (b)(i). This monthly distribution amount is the "HVAC Revenue Adjustment";
- (d) the sum of the HVAC revenue share determined in subsection (b) and the HVAC Revenue Adjustment in subsection (c) will be the monthly disbursement to the Participating TO.
- 10.2 If the same entity is both a Participating TO and a UDC or MSS Operator, then the monthly High Voltage Access Charge and Transition Charge amount billed by the ISO will be the charges payable by the UDC or MSS Operator in accordance with Section 7.1.2 of the ISO Tariff less the disbursement determined in accordance with Section 10.1(d). If this difference is negative, that amount will be paid by the ISO to the Participating TO.
- 11 Determination of Transmission Revenue Requirement Allocation Between High Voltage and Low Voltage Transmission Facilities.
- 11.1 Each Participating TO shall allocate its Transmission Revenue Requirement between the High Voltage Transmission Revneue Requirement and Low Voltage Transmission Revenue Requirement based on the "Procedure for Division of Certain Costs Between the High and Low Voltage Transmission Access Charges" posted on the ISO Home Page.

Issued by: Charles F. Robinson, Vice President and General Counsel

Issued on: March, 7, 2005 Effective: May 8, 2004

ATTACHMENT B

APPENDIX F, SCHEDULE 3

10.2 If the same entity is both a Participating TO and a UDC or MSS

Operator, then the monthly High Voltage Access Charge and

Transition Charge amount billed by the ISO will be the charges

payable by the UDC, or MSS Operator, or SCPTO in accordance with

Section 7.1.2 of the ISO Tariff less the disbursement determined in

accordance with Section 10.1(d). If this difference is negative, that

amount will be paid by the ISO to the Participating TO.

ATTACHMENT C

NOTICE OF FILING SUITABLE FOR PUBLICATION IN THE FEDERAL REGISTER

UNITED STATES OF AMERICA FEDERAL ENERGY REGULATORY COMMISSION

California Independent System Operator Corporation)	Docket No. ER04-632-000
NOTI	CE OF	FILING
Take notice that an March 7. C	2005 11)

Take notice that on March 7, 2005, the California Independent System Operator Corporation (ISO) submitted a filing in compliance with the Commission's February 18, 2005 order in the captioned docket, 110 FERC ¶ 61,173 ("February 18 Order"), concerning the May 21, 2004 compliance filing ("May 21 Filing") made by the ISO in response to the Commission's May 8, 2004 order regarding a stipulation associated with Amendment No. 49 to the ISO Tariff. The ISO states that this filing has been served upon all parties on the official service list for the captioned docket and posted this filing on the ISO website.

Any person desiring to intervene or to protest this filing should file with the Federal Energy Regulatory Commission, 888 First Street, N.E., Washington, D.C. 20426, in accordance with Rules 211 and 214 of the Commission's Rules of Practice and Procedure (18 CFR 385.211 and 385.214). Protests will be considered by the Commission in determining the appropriate action to be taken, but will not serve to make protestants parties to the proceeding. Any person wishing to become a party must file a motion to intervene. All such motions or protests should be filed on or before the comment date, and, to the extent applicable, must be served on the applicant and on any other person designated on the official service list. This filing is available for review at the Commission or may be viewed on the Commission's web site at http://www.ferc.gov, using the eLibrary link. Enter the docket number excluding the last three digits in the docket number field to access the document. For assistance, please contact FERC Online Support at FERCOnlineSupport@ferc.gov or toll-free at (866) 208-3676, or for TTY, contact (202) 502-8659. Protests and interventions may be filed electronically via the Internet in lieu of paper; see 18 CFR 385.2001(a)(1)(iii) and the instructions on the Commission's web site under the "e-Filing" link. The Commission strongly encourages electronic filings.

Comment Date:

CERTIFICATE OF SERVICE

I hereby certify that I have caused the public version of the foregoing document to be served upon all parties of the official service lists maintained by the Secretary for this proceeding.

Dated at Folsom, California, this 4th day of March 2005.

Sidney Mannheim Davies

The California Independent System

Operator Corporation 151 Blue Ravine Road

Folsom, California 95630