

FEDERAL ENERGY REGULATORY COMMISSION  
WASHINGTON, DC 20426

OFFICE OF ENERGY MARKET REGULATION

California Independent System  
Operator Corporation  
Docket No. ER12-760-002

May 25, 2012

California Independent System  
Operator Corporation  
250 Outcropping Way  
Folsom, California 95630

Attention: Burton Gross  
Senior Counsel

Reference: Compliance Filing

Dear Mr. Gross:

On April 2, 2012, California Independent System Operator Corporation (CAISO) submitted for filing revisions to its penalty cost allocation procedures in compliance with a Commission order issued on March 2, 2012, in this docket.<sup>1</sup> CAISO has satisfactorily complied with the requirements in the order. Therefore, the revised tariff records are accepted, effective March 5, 2012.

This filing was noticed on April 3, 2012, with comments, protests, or motions to intervene due on or before April 23, 2012. No protests or adverse comments were 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 action does not constitute approval of any service, rate, charge, classification, or any rule, regulation, contract, or practice affecting such rate or service provided for in the filed documents; nor shall such action be deemed as recognition of any claimed contractual right or obligation affecting or relating to such service or rate; and such action is without prejudice to any findings or orders which have been or may hereafter be made

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<sup>1</sup> *California Indep. Sys. Operator Corp*, 138 FERC ¶ 61,156 (2012).

by the Commission in any proceeding now pending or hereafter instituted by or against CAISO.

This action is taken pursuant to authority delegated to the Director, Division of Electric Power Regulation - West, under 18 C.F.R. § 375.307. 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,

Steve P. Rodgers, Director  
Division of Electric Power  
Regulation – West