

UNITED STATES OF AMERICA
BEFORE THE
FEDERAL ENERGY REGULATORY COMMISSION

San Diego Gas & Electric Company)	
)	
v.)	Docket No. EL00-95-012
)	
Sellers of Energy and Ancillary Services Into)	
Markets Operated by the California)	
Independent System Operator and the)	
California Power Exchange)	

**SUPPLEMENTAL RESPONSE OF CALIFORNIA SYSTEM OPERATOR
CORPORATION (“ISO”) TO LETTER ORDER OF MARCH 30, 2001**

On April 6, 2001, the California Independent System Operator Corporation (“ISO”) submitted partial responses to ten questions posed in a letter of March 30, 2001 from Daniel L. Larcamp, Director, Office of Markets, Tariffs and Rates, to Sean A. Atkins. The ISO stated that it would be supplementing those responses as soon as possible. The purpose of this filing is to provide those supplemental responses.

The supplemental responses are provided in the form of attachments to this filing. As the original response of April 6, 2001 contained two attachments, identified as Attachment A and Attachment B, we have begun the lettering of attachments to this supplemental filing at the letter “C” for clarity of future reference. The attachments are as follows:

Attachment C: Impacts of Market Power in California’s Wholesale Energy Market: More Detailed Analysis Based on Individual Seller Schedules and Transactions in the ISO and PX markets, dated April 9, 2001 and prepared by Eric Hildebrandt, Ph.D. of the ISO’s Department of Market Analysis. (This report is relevant to Questions 2 and 9.) (This report refers to an Attachment A; that attachment is Attachment L, below, and is confidential.)

- Attachment D: Document entitled "Question 10 -- (Confidential Supplemental Submission of Data and Explanation)." This document is confidential, and is relevant to Question 10.).
- Attachment E: Document containing spreadsheets entitled "Summary by Supplier Groups (In \$millions)," "Summary by Suppliers (5 in-state, 16 importers and others)," and "Summary by Suppliers (UDCs, Non-Jurisdictional and Jurisdictional)." This document is confidential, and is relevant to Question 10.)
- Attachment F: Document entitled "WORKING PAPER -- Draft Technical Notes to: Empirical Evidence of Strategic Bidding in California Electric Markets, by Anjali Sheffrin, Ph.D., dated April 6, 2001. This document is confidential, and is relevant to Question 10.
- Attachment G: CD-ROM labeled "Hourly Data for Bid Mark-up Study (Sheffrin Report), 5 In-state supplies (sic) and 16 importers." The data on this CD-ROM are confidential, and are relevant to Questions 2, 9 and 10.
- Attachment H: CD-ROM labeled "Import and Export Schedules, May 2000 – February 2001." The data on this CD-ROM are confidential, and are relevant to Questions 2 and 9.
- Attachment I: CD-ROM labeled "Within-Area Generation Schedules, May 2000 – February 2001." The data on this CD-Rom are confidential , and are relevant to Questions 2 and 9.
- Attachment J: CD-ROM labeled Real-Time Energy Schedules, May 2000 – February 2001." The data on this CD-ROM are confidential, and are relevant to Questions 2 and 9.
- Attachment K: CD-ROM labeled "Ancillary Services Schedules, May 2000 – February 2001." The data on this CD-ROM are confidential. The data are relevant to Questions 2 and 9, except that the file labeled "marketenergycalcs.zip" is relevant to Question 3 and the file labeled "base_final.zip" is relevant to Question 6.
- Attachment L: Document containing a spreadsheet report showing individual supplier results by month, a two-page summary, and keys identifying suppliers and report heading definitions.

Respectfully submitted,

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System Operator Corporation

cc: Scott Miller
Service List