FEDERAL ENERGY REGULATORY COMMISSION WASHINGTON, D.C. 20426

OFFICE OF ENERGY MARKET REGULATION

California Independent System Operator Corporation Docket No. ER16-1518-001

September 15, 2016

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

Attention: John C. Anders Lead Counsel

Reference: Compliance Filing

Dear Mr. Anders:

On July 29, 2016, California Independent System Operator Corporation (CAISO) submitted a filing to comply with a Commission order issued on June 30, 2016, in this docket.¹ The June 30 Order rejected CAISO's proposal to modify its tariff to clarify that implementing economic bidding at Energy Imbalance Market (EIM) external interties requires further development of appropriate market rules. The Commission found that CAISO has not justified its proposed tariff language and, as a result, rejected it. The instant compliance submittal removes CAISO's tariff revisions of the proposed language in section 29.34(2) of its tariff as directed in the June 30 Order. CAISO's filing satisfactorily complies with the June 30 Order and is therefore accepted, effective October 1, 2016.²

The filing was noticed on July 29, 2016, with comments, protests, or interventions due on or before August 19, 2016. No protests or adverse comments were filed. Notices of intervention and unopposed timely filed motions to intervene are granted pursuant to

² California Independent System Operator Corporation, FERC FPA Electric Tariff, CAISO eTariff, <u>29.34, EIM Operations, 8.0.0</u>.

¹ Cal. Indep. Sys. Operator Corp., 155 FERC ¶ 61,329 (2016) (June 30 Order).

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 acceptance for filing shall not be construed as constituting approval of the referenced filing or of any rate, charge, classification or any rule, regulation or practice affecting such rate or service contained in your filed documents; nor shall such acceptance be deemed as recognition of any claimed contractual right or obligation associated therewith; and such acceptance is without prejudice to any findings or orders which have been or any which may hereafter be made by the Commission in any proceeding now pending or hereafter instituted by or against CAISO.

This action is taken pursuant to the 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