

FEDERAL ENERGY REGULATORY COMMISSION
WASHINGTON, D.C. 20426

OFFICE OF MARKETS, TARIFFS AND RATES

In Reply Refer To:
New York Independent System
Operator, Inc.
Docket No. ER01-3001-011

Issued: April 21, 2005

New York Independent System Operator, Inc.
3890 Carman Road
Schenectady, NY 12303

Attention: Gerald R. Deaver, Senior Attorney

Reference: Demand Response Compliance Report

Dear Mr. Deaver,

New York Independent System Operator, Inc.'s (NYISO) submittal is accepted for informational purposes.

On December 2, 2004, you submitted, on behalf of NYISO, the semi-annual demand response program compliance report for 2004 pursuant to Ordering Paragraph (B) of the Commission's October 25, 2001 order¹, Ordering Paragraph (C) of the Commission's July 19, 2002 order², Paragraph 5 of the Commission's September 3, 2002 Letter Order³, and Paragraph 7 of the October 24, 2003 Order⁴ in this proceeding. NYISO states in the report that the Emergency Demand Response Program and Installed Capacity/Special Case Resources Program were not activated during 2004 and thus had no effect on wholesale prices during the period. NYISO further states that the Day-Ahead Demand Response Program was active during 2004 but had a lower level of scheduled bids in the Day-Ahead Market, compared to 2003, due to lower price

¹ *New York Independent System Operator, Inc.*, 97 FERC ¶ 61,095 (2001).

² *New York Independent System Operator, Inc.*, 100 FERC ¶ 61,081 (2002).

³ *New York Independent System Operator, Inc.*, 100 FERC ¶ 61,243 (2002).

⁴ *New York Independent System Operator, Inc.*, 105 FERC ¶ 61,115 (2003).

flexibilities and lower Day-Ahead Market prices. The Day-Ahead Demand Response Program thus had a reduced effect on wholesale prices compared to 2003.

Notice of the filing was issued on December 2, 2004, and an errata notice was issued on December 15, 2004, correcting the filing date identified in the December 2, 2004 notice. Comments were due on December 23, 2004. No protests or adverse comments were filed.

This action is taken pursuant to the authority delegated to the Director, Division of Tariffs and Market Development- East 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 this order, pursuant to 18 C.F.R. § 385.713.

Sincerely,

Anna V. Cochrane, Director
Division of Tariffs and Market
Development- East

cc: Public File