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. ER01-3001-012

Issued: September 28, 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 June 2, 2005, as supplemented on July 13, 2005, you submitted, on behalf of NYISO, the semi-annual demand response program compliance report for June 1, 2005, 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 the period and thus had no effect on wholesale prices. NYISO further states that the Day-Ahead Demand Response Program (DADRP) was active thus far in

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).

2005 with participants bidding into the Day-Ahead Energy market. DADRP bids accepted received the market clearing locational based marginal prices.

Notices of the filing were issued on June 7, 2005, and on July 19, 2005, with comments due on June 23, 2005, and on July 25, 2005, respectively. 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