

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. ER01-3001-015

Issued: October 11, 2006

New York Independent System Operator, Inc.
10 Krey Boulevard
Rensselaer, NY 12144

Attention: Mollie Lampi, Assistant General Counsel

Reference: Demand Response Compliance Report

Dear Ms. Lampi:

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

On June 1, 2006, you submitted, on behalf of NYISO, the semi-annual demand response program compliance report as of May 2006 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 that no activations have occurred since July 27, 2005, in its reliability-based demand response programs, i.e., the Emergency Demand Response Program and the Installed Capacity Special Case Resources. NYISO states that the Day-Ahead Demand Response Program (DADRP) was active during 2006 and had approximately a constant level of registrations, compared to statistics reported in the 2005 compliance report filed

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).

in this proceeding on December 28, 2005. NYISO further states that for the vast majority of hours no more than 10 MW of DADRP was in the market in any single hour and that this program did not affect market clearing prices.

Notice of the filing was issued on June 8, 2006, with comments due on June 22, 2006. 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,

Larry G. Gasteiger, Director
Division of Tariffs and Market
Development- East

cc: Public File