



September 19, 2005

VIA HAND DELIVERY

Magalie Roman Salas
Secretary
Federal Energy Regulatory Commission
888 First Street, N.E., Room 11G-1
Washington, D.C. 20426

FEDERAL ENERGY
REGULATORY COMMISSION

2005 SEP 19 P 1:00

FILED
OFFICE OF THE
SECRETARY

**Re: ISO New England Inc., Docket No. ER05-795-___,
Notice of Ancillary Service Market ("ASM") Phase I Effective Date**

**ISO New England Inc., Docket No. ER05-1353-___
Notice of Re-Offer Period Changes Effective Date**

Dear Secretary Salas:

ISO New England Inc. (the "ISO") hereby provides advance notice of an October 1, 2005 effective date for the Market Rule changes to the Re-Offer Period bidding flexibility elements of Phase I of the Ancillary Services Market ("ASM") project ("ASM Phase I"),¹ accepted by the Commission in Docket No. ER05-795-000,² as well as the changes to the Real-Time Operating Reserve Credit eligibility rules accepted by the Commission in Docket No. ER05-1353-000.³

On September 16, 2005, the ISO provided notice of partial implementation of ASM Phase I. For the reasons set forth in that notice, the ISO believed it would be premature to implement the Re-Offer Period changes proposed as part of ASM Phase I while the proposed Market Rule changes in Docket No. ER05-1353 remained pending. However, later on September 16, the Commission issued an Order in Docket No. ER05-1353, accepting the filing to become effective October 1, 2005. The Commission's action removed all remaining obstacles to the full implementation of ASM Phase I, including the Re-Offer Period elements, on October 1, 2005, as well as the related changes to the Real-Time Operating Reserve Credit eligibility rules.

¹ Capitalized terms used but not defined in this filing are intended to have the meanings given to such terms in the ISO Tariff.

² ISO New England Inc. and New England Power Pool, 111 FERC 61,364 (2005).

³ ISO New England Inc. and New England Power Pool, 112 FERC ¶ 61,302 (2005).

The ISO is submitting an original and 14 copies of this filing. In accordance with Rule 2010 of the Commission's Rules of Practice and Procedure, 18 C.F.R. § 385.2010, the ISO is serving a copy of this filing on each person whose name appears on the official service lists for Docket Nos. ER05-795-000 and ER05-1353-000, and electronically on the New England Market Participants.

Respectfully submitted,

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Date: September 19, 2005

CERTIFICATE OF SERVICE

I hereby certify that I have this day served the foregoing document, in accordance with the requirements of Rule 2010 of the Commission's Rules of Practice and Procedure, 18 C.F.R. § 385.2010 (2005), upon each person designated on the official service list in this proceeding as compiled by the Secretary of the Federal Energy Regulatory Commission.

Dated at Washington, D.C., this 19th day of September, 2005.

A handwritten signature in black ink, appearing to read "ME Bengel", written over a horizontal line.

Mary E. Bengel