

**UNITED STATES OF AMERICA
BEFORE THE
FEDERAL ENERGY REGULATORY COMMISSION**

Maine Public Utilities Commission,)	Docket No. EL07-38-000
Complainant,)	
)	
v.)	
)	
ISO New England Inc.)	
Respondent.)	

**STATUS REPORT OF THE
ISO NEW ENGLAND INC.**

Pursuant to the Federal Energy Regulatory Commission’s (“Commission”) April 1, 2008 Notice of Extension of Time (“April 1 Notice”), ISO New England Inc. (“ISO-NE”) respectfully submits this status report to update the Commission of its efforts to complete and file its proposed amendments to Schedule 2 of the ISO-NE’s Open Access Transmission Tariff (“ISO-NE OATT”) reflecting ISO-NE’s proposal for the allocation of the variable cost under Schedule 2, and its intent to submit that filing by **May 2, 2008**, with the agreement of the Maine Public Utilities Commission (the “MPUC”), the Complainant in the above-captioned proceeding.¹

On March 28, 2008, ISO-NE and the MPUC filed a joint status report regarding the Amended Complaint of the MPUC filed on September 17, 2007, in the above-captioned proceeding (“March 28 Joint Status Report”). In pertinent part, the March 28 Joint Status Report requested that, as to the Cost Allocation Issue in the Amended Complaint,² the Commission hold the Complaint proceeding in abeyance until 30 days after the issuance of a Commission order accepting ISO-NE’s proposed Schedule 2 variable cost allocation proposal.³ ISO-NE and the MPUC informed the Commission that, with the stakeholder process complete, ISO-NE would

¹ Counsel for ISO-NE has conferred with counsel for the MPUC has been authorized to state that the MPUC does not oppose ISO-NE’s filing of the variable cost allocation proposal by May 2, 2008.

² See March 28 Joint Status Report at 1-2 (defining the Cost Allocation Issue in the Amended Complaint).

³ See *id.* at 3.

submit the proposed tariff amendments that may resolve the Cost Allocation Issue in the Amended Complaint by April 25, 2008.⁴

In the April 1 Notice, the Commission granted ISO-NE's and the MPUC's request to hold the Amended Complaint in abeyance. The April 1 Notice states, in pertinent part:

As to the Cost Allocation Issue, the Commission will hold the instant complaint proceeding in abeyance until thirty (30) days after the issuance of a Commission order on ISO-NE's Schedule 2 variable cost allocation proposal.⁵

To date, ISO-NE has been diligently working on the filing of the proposed revisions to Schedule 2 to reflect its variable cost allocation proposal, including the development of supporting testimony, but requires additional time to complete that filing. While ISO-NE has made significant progress toward the development of this filing, it requires additional time to also allow for the requisite review and input by key ISO-NE experts. Accordingly, ISO-NE, with the MPUC's concurrence, herein informs the Commission that it will submit the proposed tariff revisions and commits, by May 2, 2008, to either file the proposed tariff revisions or an update on the status of its efforts to finalize and make the filing.

Very respectfully,

/s/ Monica Gonzalez

Raymond W. Hepper
Monica Gonzalez
ISO New England Inc.
One Sullivan Road
Holyoke, MA 01040-2841
Tel.: (413) 535-4178
Fax: (413) 535-4379

Counsel for ISO New England Inc.

Dated: April 24, 2008

⁴ *See id.*

⁵ April 1 Notice at 2 (granting also the request to hold the complaint abeyance with regard to the Double Recovery Issue).

CERTIFICATE OF SERVICE

I hereby certify that I have this day served the foregoing document upon each person designated on the official service list compiled by the Secretary in this proceeding.

Dated at Washington, D.C., this 24th day of April, 2008.

/s/ Pamela S. Higgins

Pamela S. Higgins

Ballard Spahr Andrews & Ingersoll, LLP

601 13th Street, N.W., Suite 1000 South

Washington, D.C. 20005

(202) 661-2258