



California ISO

EDAM Access Charge Tariff & Review


Stakeholder Meeting

March 15, 2024

Reminders

- This call is being recorded for informational and convenience purposes only. Any related transcriptions should not be reprinted without ISO's permission.
- If you need technical assistance during the meeting, please send a chat to the event producer.

Instructions for raising your hand to ask a question

- If you are connected to audio through your computer or used the “call me” option, select the raise hand icon  located on the bottom of your screen.
Note: #2 only works if you dialed into the meeting.
 - Please remember to state your name and affiliation before making your comment.
- You may also send your question via chat to either Yelena Kopylov-Alford or to all panelists.

Agenda

Time	Topic	Presenter
9:00 – 9:05	Welcome and housekeeping	Yelena Kopylov-Alford
9:05 – 9:15	Introductions	John Anders/Milos Bosanac
9:15 – 9:45	EDAM Access Charge Overview	Milos Bosanac
9:45 – 10:45	Draft EDAM Access Charge tariff language walkthrough	John Anders
10:45 – 11:00	Next steps	John Anders

Function of EDAM access charge design

- Extending participation to a DA market creates uncertainty regarding continued recovery of transmission revenues.
- Recovery allows for managing and mitigating cost shifts between transmission customers.
- Shifting of transmission costs of the system on different transmission customers may be inappropriate and be a disincentive to market participation.
- EDAM access charge structure intended as a permanent element of the design that will evolve with operational experience (i.e., no pre-established sunset and future modifications based on reported information).

Three components of EDAM access charge design

- EDAM design provides for recovery associated with:
 - Historical short-term firm/non-firm transmission sales (for ISO it is the wheeling access charge)
 - Portion of new transmission upgrades increasing transfer capability between EDAM areas
 - Transmission costs associated with net EDAM wheel through transfers

Component 1 – Historical short-term transmission sales

- Ability to recover historical transmission revenues associated with:
 - Short-term firm and non-firm transmission products
 - Wheeling access charge (WAC) revenues for ISO
- Derived based upon pre-EDAM three-year average of revenues and sales of these products.
- Annual “true-up” to keep EDAM entity whole to the 3-year average pre-EDAM of revenues.
 - Account for continued OATT sales and WAC revenues

Component 2 – Transmission upgrades increasing transfer capability between EDAM areas

- New transmission upgrades can increase the transfer capability between EDAM areas to derive benefits for the full footprint.
- Recoverable amounts based on ratio:
 - Historical pre-EDAM 3-year average short-term sales, divided by
 - Historical pre-EDAM 3-year average of total annual transmission revenue requirement (TRR)
- The ratio represents the contribution of these short-term products to the annual TRR.

Component 3 – Net EDAM wheel through transfers transmission costs

- EDAM area transmission systems support efficient transfers and benefits for the footprint through wheel through transfers.
- Compensates EDAM transmission providers for use of transmission system for EDAM wheel through transfer net of import/export transfers.
 - Monthly evaluation
- Application of hourly non-firm rate under the OATT (WAC for ISO).

Reports and Transparency

- Supporting data for the EDAM TRR components provided through worksheets, with supporting information, and attested.
 - Made available publicly for review
- ISO will conduct annual review stakeholder meeting to preview the data received and resulting rates and allocations.
- ISO and EDAM entities will monitor effectiveness of design in meeting intended goals, impacts on transmission revenues, and mitigating cost shifts.
 - Comprehensive stakeholder reporting no later than 3-years of EDAM operational experience.
- Reporting, monitoring, and operational experience will help inform review and evolution in the design.

DRAFT EDAM ACCESS CHARGE TARIFF LANGUAGE

Next Steps

- Filing of EDAM Access Charge design with FERC targeted by the end of March.
- While no formal comment period on tariff revisions, interested stakeholders can submit comments or edits for consideration.
 - Submit comments to ISO Stakeholder Affairs - ISOStakeholderAffairs@caiso.com

Related Information

EDAM initiative webpage:

<https://stakeholdercenter.caiso.com/StakeholderInitiatives/Extended-day-ahead-market>