

Section 26 – Transmission Rates and Charges

*This is an existing section that includes changes for the ISO EDAM BAA Initiative. All incremental changes due to the ISO EDAM BAA Initiative are added in redline. Incremental revisions to reflect stakeholder comments received on 9/14 are indicated with **yellow highlight**.*

26.2 EDAM Recoverable Revenue

EDAM recoverable revenue for the CAISO Balancing Authority Area, provided for in Section 33.26.2, will be distributed to Scheduling Coordinators for Participating Transmission Owner(s), including as applicable, **Subscriber Participating TOs to the extent such distribution is consistent with Section 4.3A.7,** with the allocation ratio determined as the individual recoverable revenue provided for in Section 26.2.1 divided by the total EDAM recoverable revenue for the CAISO Balancing Authority Area provided for in Section 26.2.2.

26.2.1 Individual Recoverable Revenue

The CAISO will calculate the recoverable revenue for each applicable **P**articipating **T**ransmission **O**wner as the sum of the following three components:

26.2.1.1 Historical WAC Recoverable Revenue

An annual calculation of the individual historical WAC recoverable revenue is the product of (a) the three-year average estimated reduction of wheeling volume in MWh at the Scheduling Point that corresponds with the EDAM Internal Intertie and (b) the applicable regional or local wheeling access rate of the applicable transmission owner for the transfer location that is in effect at the time of the annual calculation, **with any amounts to Subscriber Participating TOs provided in the manner set forth in Section 26.1 and in accordance with Appendix F, Schedule 3.**

26.2.1.2 New Transmission Project Recoverable WAC Revenue

An annual calculation of the individual new transmission project recoverable WAC revenue is the product of (a) the estimated foregone wheeling volume in MWh at the Scheduling Point that corresponds with the EDAM Internal Intertie and (b) applicable regional or local wheeling access rate of the applicable transmission owner for the transfer location that is in effect at the time of the annual calculation, **with any amounts to Subscriber Participating TOs provided in the manner set forth in Section 26.1 and in accordance with Appendix F, Schedule 3.**

26.2.1.3 Excess Wheel-Through Recoverable Revenue

The individual excess wheel-through recoverable revenue is an annual calculation of the twelve (12) monthly aggregations from the prior year, with each month calculated as the product of (a) the excess wheel through quantity computed as the total export transfer quantity in MWh from the CAISO Balancing Authority Area less the total import transfer quantity in MWh into the CAISO Balancing Authority Area, bounded from below by zero, and (b) the applicable regional or local wheeling access rate of the applicable transmission owner for the transfer location in effect at the time of the annual calculation with any amounts to Subscriber Participating TOs provided in the manner set forth in Section 26.1 and in accordance with Appendix F, Schedule 3.

26.2.2 Total EDAM Recoverable Revenue for the CAISO Balancing Authority Area

The total recoverable revenue for CAISO Balancing Authority Area is the sum of each individual recoverable amount calculated in accordance with Section 26.2.1.

Appendix A Revision

- Transmission Revenue Credit

The proceeds a Participating TO received from the CAISO for Wheeling service, plus (a) the revenues received from any LCRIG with respect to an LCRIF, unless FERC has approved an alternative mechanism to credit such revenues against the Participating TO's TRR, (b) the shortfall or surplus resulting from any cost differences between Transmission Losses and Ancillary Service requirements associated with Existing Rights and the CAISO's rules and protocols, minus any Local Access Charge amounts paid for the use of the Local Transmission Facilities of a Non-Load-Serving Participating TO pursuant to Section 26.1 and Appendix F, Schedule 3, Section 13, and (c) EDAM recoverable revenue provided for in Section 26.2.