CALIFORNIA INDEPENDENT SYSTEM OPERATOR CORPORATION
FERC ELECTRIC TARIFF   First Revised Sheet No. 586
ORIGINAL VOLUME NO. II   Replacing Original Sheet No. 586

**Methodology for Developing the Weighted Average Rate
for Wheeling Service**

The weighted average rate payable for Wheeling over joint facilities at each Scheduling Point shall be calculated as follows, applying the formula separately to the applicable Wheeling Access Charges:

$$\text{WBAC} \quad = \quad \sum\left(P_n \times \frac{Q_n}{\sum Q_n} \right)$$

Where:

WBAC   =   Weighted-average Wheeling Access Charge for each ISO Scheduling Point

P_n =   The applicable Wheeling Access Charge rate for a TAC Area or Participating TO_n in \$/kWh as set forth in Section 7.14 and Section 5 of the TO Tariff.

Q_n =   The Available Transfer Capacity (in MW), whether from transmission ownership or contractual entitlements, of each Participating TO_n for each ISO Scheduling Point which has been placed within the ISO Controlled Grid. Available Transfer Capacity shall not include capacity associated with Existing Rights of a Participating TO as defined in Section 2.4.4 of the ISO Tariff.

n   =   the number of Participating TOs from 1 to n