



















determined by the Local Regulatory Authority and submitted to the CAISO for information only.

**26.2 [Not Used]**

**26.3 Addition of New Facilities After CAISO Implementation**

The costs of transmission facilities placed in service after the CAISO Operations Date shall be recovered consistent with the cost recovery determinations made pursuant to Appendix F, Schedule 3 and Section 24.

**26.4 Effect on Tax-Exempt Status**

Nothing in this Section 26 shall compel any Participating TO to violate any restrictions applicable to facilities financed with tax-exempt bonds or contractual restrictions and covenants regarding the use of transmission facilities.

**26.5 [Not Used]**

**26.6 Location Constrained Resource Interconnection Facilities**

The costs of an LCRIF shall be includable in a Participating TO's Regional Transmission Revenue Requirement. Any Participating TO that owns an LCRIF shall set forth in its TO Tariff a charge payable by LCRIGs connected to that facility. The charge shall require each LCRIG to pay on a going forward basis its pro rata share of the Transmission Revenue Requirement associated with the LCRIF, which shall be calculated based on the maximum capacity of the LCRIG relative to the capacity of the LCRIF. Each Participating TO shall credit its Regional TRR with revenues received from LCRIGs with respect to such charges either by recording such revenues in its TRBA or through another mechanism approved by FERC.

**26.6.1 LCRIFs that Become Network Facilities**

If the construction of a new transmission facility or upgrade causes an LCRIF to become a network facility, then, effective on the in-service date of such new transmission facility or upgrade, the LCRIGs connected to the LCRIF shall not be required to pay charges described in Section 26.6. The LCRIGs shall remain responsible for charges due prior to that date.