

B. CAISO ACA Charge

The CAISO ACA Charge is the product of the Unit's Billable MWh for the Billing Month and the applicable annual charge for short-term sales under 18 CFR Section 382.201 of the FERC Regulations.

SCHEDULE C

Variable Cost Payment for All Conditions

Part 4 for Pumped Storage Hydro Units

For each month and each Unit, the Variable Cost Payment for Billable MWh from the Unit pursuant to Nonmarket Transactions during that Month shall be the amount calculated in accordance with the following formula:

$$\text{Variable Cost Payment} = \begin{array}{l} \text{A. CAISO Monthly Billed Fuel Cost} + \\ \text{B. CAISO Scheduling Coordinator} \\ \text{C. Charge} + \\ \text{CAISO ACA Charge} \end{array}$$

A. CAISO Monthly Billed Fuel Cost

The CAISO Monthly Billed Fuel Cost is given by Equation C4-1:

Equation C4-1

CAISO Monthly Billed Fuel Cost = Year-to-Date CAISO Fuel Cost – Sum of Previous Months' CAISO Monthly Billed Fuel Cost in the Contract Year

Where:

- Year-to-Date CAISO Fuel Cost is given by Equation C4-2.
- Sum of Previous Months' CAISO Monthly Billed Fuel Cost in the Contract Year shall be the sum of the CAISO Monthly billed Fuel Cost for each Month from January 1 of the Contract Year² through the end of the Month in the Contract Year before the Billing Month.

Equation C4-2

$$\text{Year-to-Date CAISO Fuel Cost} = (\text{YTD Pumping Cost} / \text{YTD Energy Produced}) \times \text{Variable O\&M Rate}$$

Where:

- YTD Pumping Cost = Total cost of Energy purchased by Owner for pumping, including transmission charges, from January 1 of the Contract Year through the end of the Billing Month.

² For purposes of Equations C4-1 and C4-2 as applied in 1999, Contract Year includes those months in the year, beginning in January 1999, when the same services as under this Agreement were provided to ISO under a predecessor rate schedule, as well as months when such services are provided under this Agreement.

