

Attachment A – Clean Tariff

Tariff Amendment – EDAM Congestion Revenue Allocation

California Independent System Operator Corporation

June 26, 2025

11.2.4 CRR Settlements

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11.2.4.1.2 Calculation of Hourly CRR Congestion Fund

The CAISO calculates an Hourly CRR Congestion Fund for every Transmission Constraint that is congested in the IFM in a Settlement Period. The Hourly CRR Congestion Fund specific to a particular binding Transmission Constraint in a given Settlement Period is the sum of the: (a) portion of the IFM Congestion Charge in that Settlement Period attributable to congestion on the Transmission Constraint to which the Hourly CRR Congestion Fund corresponds; (b) charges specific to the Transmission Constraint calculated pursuant to Section 11.2.4.4.1; and (c) CRR revenue adjustments the CAISO may make pursuant to Sections 11.2.4.6 or 11.2.4.7 that are associated with the Transmission Constraint. Part (a) does not include funds needed to make a Congestion difference allocation to an EDAM Entity Balancing Authority Area as specified in Section 33.11.1.2.1.

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33.11 Settlements And Billing for EDAM Market Participants

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33.11.1.2 Congestion Revenue

The CAISO will collect Congestion revenue based on price differences in the Marginal Cost of Congestion of the LMP across PNodes within the EDAM Area. For each Settlement Period of the DAM, the CAISO will calculate the contribution of each Balancing Authority Area in the EDAM Area to the Marginal Cost of Congestion at each resource location and intertie in the EDAM Area for each Balancing Authority Area based on the location of the Transmission Constraints in each Balancing Authority Area, EDAM Interties, and constraints enforced outside of the EDAM Area

needed to manage that Balancing Authority Area's responsibilities. The CAISO will distribute the Congestion Charge revenue collected from the Transmission Constraints in each Balancing Authority Area in the EDAM Area to the applicable Balancing Authority Area within which the Congestion occurred, following any adjustment for (a) the CAISO Balancing Authority Area in accordance with Section 11 and EDAM Entity Balancing Authority Areas to account for schedules associated with EDAM Legacy Contracts, EDAM Transmission Ownership Rights and registered EDAM Transmission Service Provider transmission customer rights under Sections 33.16, 33.17, and 33.18, respectively, and (b) the Marginal Cost of Congestion difference between nodes within an EDAM Balancing Authority Area that result from Transmission Constraints in a Balancing Authority Area in the EDAM Area outside of that EDAM Balancing Authority Area and are associated with registered, qualified and balanced Day-Ahead Self-Schedules under Section 33.11.1.2.1. An EDAM Entity will ensure that Congestion revenue allocated to its EDAM Entity Scheduling Coordinator is further allocated by all applicable EDAM Transmission Service Providers as may be detailed in the EDAM Transmission Service Provider tariff and business practices. Congestion revenue allocated to the CAISO Balancing Authority Area will be further allocated according to the CAISO Tariff, including Section 11.2.1 and Section 11.2.4.

33.11.1.2.1 EDAM Entity Balancing Authority Area MCC Adjustment

For each Settlement Period of the DAM, the CAISO will determine through calculations detailed in the Business Practice Manual for Settlements and Billing the Congestion difference within the EDAM Area from the contribution of qualified and balanced Day-Ahead Self-Schedules registered by the EDAM Entity in each EDAM Entity Balancing Authority Area to the Marginal Cost of Congestion at each resource location and intertie in the EDAM Area. This Congestion difference will be allocated to the EDAM Entity Balancing Authority Area where the qualified and balanced Day-Ahead Self-Schedule is associated for sub-allocation as required by Section 33.11.1.2. Qualification for this adjustment will be afforded to eligible long-term firm and monthly firm point-to-point and network integration transmission service rights, including conditional firm, as defined under the EDAM Transmission Service Provider tariff (with shorter-term rights being

ineligible for this treatment). Registration of qualified transmission service rights will occur through the procedures described in Section 33.18.3 and result in a CRN to facilitate this adjustment. A Day-Ahead Self Schedule will be considered balanced for purposes of this adjustment in accordance with the provisions of Section 33.16 applicable to the determination of whether an EDAM Legacy Contract is balanced in the DAM.

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33.11.3 Day-Ahead Market Settlement

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33.11.3.9.3 Marginal Congestion Offset

The CAISO will calculate an hourly Day-Ahead marginal Congestion offset revenue for each EDAM Entity Balancing Authority Area. The hourly Day-Ahead marginal Congestion offset revenue will equal the sum of the product of Day-Ahead Energy Schedules, including Schedules for Virtual Awards and Energy transfer Schedules, and the Marginal Cost of Congestion contribution for each EDAM Entity Balancing Authority Area at its relevant pricing location and considering relevant intertie Transmission Constraints. The hourly Day-Ahead Congestion revenue amount will also account for any EDAM Legacy Contracts and EDAM Transmission Ownership Rights marginal Congestion adjustment amounts and any adjustment amounts for Congestion revenue under Section 33.11.1.2.1. The CAISO will allocate the hourly Day-Ahead marginal Congestion revenue amount to each EDAM Entity and the hourly Day-Ahead marginal Congestion revenue amount allocated to the CAISO Balancing Authority Area will be distributed first to CRRs and then to any surplus allocated to Measured Demand per the CAISO Tariff.

Attachment B – Marked Tariff

Tariff Amendment – EDAM Congestion Revenue Allocation

California Independent System Operator Corporation

June 26, 2025

11.2.4 CRR Settlements

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11.2.4.1.2 Calculation of Hourly CRR Congestion Fund

The CAISO calculates an Hourly CRR Congestion Fund for every Transmission Constraint that is congested in the IFM in a Settlement Period. The Hourly CRR Congestion Fund specific to a particular binding Transmission Constraint in a given Settlement Period is the sum of the: (a) portion of the IFM Congestion Charge in that Settlement Period attributable to congestion on the Transmission Constraint to which the Hourly CRR Congestion Fund corresponds; (b) charges specific to the Transmission Constraint calculated pursuant to Section 11.2.4.4.1; and (c) CRR revenue adjustments the CAISO may make pursuant to Sections 11.2.4.6 or 11.2.4.7 that are associated with the Transmission Constraint. Part (a) does not include funds needed to make a Congestion difference allocation to an EDAM Entity Balancing Authority Area as specified in Section 33.11.1.2.1.

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33.11 Settlements And Billing for EDAM Market Participants

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33.11.1 Transfer Revenue and Congestion Revenue Allocation

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33.11.1.2 Congestion Revenue

The CAISO will collect Congestion revenue based on price differences in the Marginal Cost of Congestion of the LMP across PNodes within the EDAM Area. For each Settlement Period of the DAM, the CAISO will calculate the contribution of each Balancing Authority Area in the EDAM

Area to the Marginal Cost of Congestion at each resource location and intertie in the EDAM Area for each Balancing Authority Area based on the location of the Transmission Constraints in each Balancing Authority Area, EDAM Interties, and constraints enforced outside of the EDAM Area needed to manage that Balancing Authority Area's responsibilities. The CAISO will distribute the Congestion Charge revenue collected from the Transmission Constraints in each Balancing Authority Area in the EDAM Area to the applicable Balancing Authority Area within which the Congestion occurred, ~~including~~ following any adjustment for (a) the CAISO Balancing Authority Area in accordance with Section 11 and ~~any adjustment for~~ EDAM Entity Balancing Authority Areas to account for schedules associated with EDAM Legacy Contracts, EDAM Transmission Ownership Rights and registered EDAM Transmission Service Provider transmission customer rights under Sections 33.16, 33.17, and 33.18, respectively, and (b) the Marginal Cost of Congestion difference between nodes within an EDAM Balancing Authority Area that result from Transmission Constraints in a Balancing Authority Area in the EDAM Area outside of that EDAM Balancing Authority Area and are associated with registered, qualified and balanced Day-Ahead Self-Schedules under Section 33.11.1.2.1 ~~to the applicable Balancing Authority Area within which the Congestion occurred~~. An EDAM Entity will ensure that Congestion revenue allocated to its EDAM Entity Scheduling Coordinator is further allocated by all applicable EDAM Transmission Service Providers as may be detailed in the EDAM Transmission Service Provider tariff and business practices. Congestion revenue allocated to the CAISO Balancing Authority Area will be further allocated according to the CAISO Tariff, including Section 11.2.1 and Section 11.2.4.

33.11.1.2.1 EDAM Entity Balancing Authority Area MCC Adjustment

For each Settlement Period of the DAM, the CAISO will determine through calculations detailed in the Business Practice Manual for Settlements and Billing the Congestion difference within the EDAM Area from the contribution of qualified and balanced Day-Ahead Self-Schedules registered by the EDAM Entity in each EDAM Entity Balancing Authority Area to the Marginal Cost of Congestion at each resource location and intertie in the EDAM Area. This Congestion difference will be allocated to the EDAM Entity Balancing Authority Area where the qualified and balanced Day-Ahead Self-Schedule is

associated for sub-allocation as required by Section 33.11.1.2. Qualification for this adjustment will be afforded to eligible long-term firm and monthly firm point-to-point and network integration transmission service rights, including conditional firm, as defined under the EDAM Transmission Service Provider tariff (with shorter-term rights being ineligible for this treatment). Registration of qualified transmission service rights will occur through the procedures described in Section 33.18.3 and result in a CRN to facilitate this adjustment. A Day-Ahead Self Schedule will be considered balanced for purposes of this adjustment in accordance with the provisions of Section 33.16 applicable to the determination of whether an EDAM Legacy Contract is balanced in the DAM.

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33.11.3 Day-Ahead Market Settlement

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33.11.3.9.3 Marginal Congestion Offset

The CAISO will calculate an hourly Day-Ahead marginal Congestion offset revenue for each EDAM Entity Balancing Authority Area. The hourly Day-Ahead marginal Congestion offset revenue will equal the sum of the product of Day-Ahead Energy Schedules, including Schedules for Virtual Awards and Energy transfer Schedules, and the Marginal Cost of Congestion contribution for each EDAM Entity Balancing Authority Area at its relevant pricing location and considering relevant intertie Transmission Constraints. The hourly Day-Ahead Congestion revenue amount will also account for any EDAM Legacy Contracts and EDAM Transmission Ownership Rights marginal Congestion adjustment amounts and any adjustment amounts for Congestion revenue under Section 33.11.1.2.1. The CAISO will allocate the hourly Day-Ahead marginal Congestion revenue amount to each EDAM Entity and the hourly Day-Ahead marginal

Congestion revenue amount allocated to the CAISO Balancing Authority Area will be distributed first to CRRs and then to any surplus allocated to Measured Demand per the CAISO Tariff.