

26.13 ~~Retention of a~~ Withdrawing Customer's Collateral

~~To the extent that a Customer's credit requirements are met with a cash deposit or a letter of credit, the ISO shall retain a portion of that collateral u~~Upon ~~the a~~ Customer's withdrawal from the LBMP Market(s) and/or all of the ISO-Administered Markets to secure ~~any the~~ Customer's estimated remaining financial obligations, including, but not limited to, true-up payments or other invoice adjustments, the Customer shall be required to provide secured credit .
~~The amount retained by the ISO shall be determined~~ according to the following formula:

$$RCC = \frac{[\sum_{N4} (Avg4TrueUp * Initial4Month)] + [\sum_{NF} (AvgFinalTrueUp * InitialFinal)]}{(AFA * F) + (ASA * S)}$$

Where:

RCC = ~~Retained Customer Collateral.~~ The amount of secured a Customer's cash deposit or letter of credit to be ~~retained required~~ following ~~the a~~ Customer's withdrawal ~~from the ISO Administered Markets.~~

N4 = Each month with an initial settlement without an associated 4 month settlement

NF = Each month with an initial settlement without an associated final bill close-out

Avg4TrueUp = Most recent six month rolling average percentage credit exposure of 4 month settlements to associated initial settlements, not to exceed a market-wide maximum percentage reasonably determined by the ISO

AvgFinalTrueUp = Most recent six month rolling average percentage credit exposure of final bill close-outs to associated 4 month settlements, not to exceed a market-wide maximum percentage reasonably determined by the ISO

Initial4Month = Initial settlement for the month N4

InitialFinal = Initial settlement for the month NF

~~AFA~~ = ~~Average adjustment to the Customer's initial invoices in its four-month true-ups calculated over the prior six months.~~

~~F~~ ~~≡~~ ~~Number of four-month true-ups remaining until all of the Customer's monthly invoices are finalized by the ISO.~~

~~ASA~~ ~~≡~~ ~~Average adjustment to the Customer's initial invoices in its six-month true-ups calculated over the prior six months.~~

~~S~~ ~~≡~~ ~~Number of six-month true-ups remaining until all of the Customer's monthly invoices are finalized by the ISO.~~