

VI. Financial Assurance for Virtual Transactions

A. Acceptable Collateral. In addition to the other creditworthiness requirements contained in this Attachment W, a Virtual Transaction Customer shall provide collateral in the form of a cash deposit, ~~or~~ irrevocable letter of credit, or any net amount receivable to the Customer in an amount determined according to this Article VI. The amount of collateral required to support Virtual Transactions is the product of the MWh that the Virtual Transaction Customer has applied to be authorized to bid per day and the amount of collateral required per MWh, as provided by this Article VI. The amount of collateral required per MWh is equal to four ~~seven~~ times the highest differential between the Day-Ahead and Real-Time Energy market prices in the NYCA at the 97th percentile over the previous ninety days. The amount of collateral that a Virtual Transaction Transmission Customer is required to provide per MWh shall be adjusted whenever there is an increase or decrease of ten (10%) percent or more since the amount was last determined.