The proposed tariff changes for vote at the 3/13/24 BIC are built on the redlines approved at the December 2022 Management Committee meeting. Changes proposed for discussion are highlighted yellow.

## 2.7 Billing and Payment

# 2.7.2 Determination and Payment of Charges Associated with Transmission Service

#### 2.7.2.1 Transmission Service Charge - General Applicability

## 2.7.2.1.5 Payable by Energy Storage Resources or Hybrid Storage Resources:

Energy Storage Resources and Hybrid Storage Resources will pay a TSC directly to the Transmission Owner in whose Transmission District the Energy Storage Resource is located for Actual Energy Withdrawals by the Energy Storage Resource or Hybrid Storage Resource when it is not providing a service. However, an Energy Storage Resource that participates as a Co-located Storage Resource will only pay a TSC for net Actual Energy Withdrawals by the combined Co-located Storage Resources. An Energy Storage Resource that participates as a Co-located Storage Resource will not pay a TSC when it receives charging Energy from its co-located Intermittent Power ResourceGenerator behind the Co-located Storage Resources' shared Point of Injection/Point of Withdrawal.

For purposes of this Section 2.7.2.1.5, an Energy Storage Resource <u>or a</u> <u>Hybrid Storage Resource</u> is providing a "service" when it is withdrawing Energy if it also: (1) receives a Real-Time Market schedule for Operating Reserves; or (2) receives a Real-Time Market schedule for Regulation Service; or (3) is a qualified Supplier of Voltage Support Service to the ISO in accordance with Section 15.2 of the ISO Services Tariff; or (4) is dispatched by the ISO as Out-of-Merit to meet NYCA or local system reliability in the same hour. The proposed tariff changes for vote at the 3/13/24 BIC are built on the redlines approved at the December 2022 Management Committee meeting. Changes proposed for discussion are highlighted yellow.

An Energy Storage Resource or Hybrid Storage Resource that submits Bids utilizing the Self-Committed Fixed bidding mode shall pay a TSC for its Actual Energy Withdrawals unless the Energy Storage Resource is either: (a) committed or dispatched by the ISO as Out-of-Merit to withdraw Energy in the same hour to address NYCA or local system reliability concerns, or (b) a qualified Supplier of Voltage Support Service to the ISO in accordance with Section 15.2 of the ISO Services Tariff.

When an Energy Storage Resource <u>or a Hybrid Storage Resource</u> is subjected to a TSC, the TSC shall be payable regardless of whether the withdrawals are scheduled or unscheduled. The ISO will determine the amount of Actual Energy Withdrawals subject to the TSC charge and provide this information to both the Energy Storage Resource <u>or Hybrid Storage Resource</u> and the applicable Transmission Owner. The TSC will be payable by the Energy Storage Resource <u>or Hybrid Storage Resource</u> directly to the Transmission Owner.

### 2.7.2.4 NYPA Transmission Adjustment Charge (NTAC)

#### 2.7.2.4.4 Payable by Energy Storage Resources or Hybrid Storage Resources:

Each Energy Storage Resource <u>and Hybrid Storage Resource</u> in the NYCA shall pay an NTAC to the ISO based on the <u>Energy Storage</u> Resource's Actual Energy Withdrawals when the Energy Storage Resource <u>or Hybrid Storage Resource</u> is not providing a service. However, an Energy Storage Resource that participates The proposed tariff changes for vote at the 3/13/24 BIC are built on the redlines approved at the December 2022 Management Committee meeting. Changes proposed for discussion are highlighted yellow.

as a Co-located Storage Resource will only pay an NTAC for net Actual Energy Withdrawals by the combined Co-located Storage Resources. An Energy Storage Resource that participates as a Co-located Storage Resource will not pay an NTAC when it receives charging Energy from its co-located Intermittent Power ResourceGenerator behind the Co-located Storage Resources' shared Point of Injection/Point of Withdrawal.

For purposes of this Section 2.7.2.4.4, an Energy Storage Resource <u>or a</u> <u>Hybrid Storage Resource</u> is providing a "service" when it is withdrawing Energy if it also: (1) receives a Real-Time Market schedule for Operating Reserves; or (2) receives a Real-Time Market schedule for Regulation Service; or (3) is a qualified Supplier of Voltage Support Service to the ISO in accordance with Section 15.2 of the ISO Services Tariff; or (4) is dispatched by the ISO as Out-of-Merit to meet NYCA or local system reliability in the same hour.

An Energy Storage Resource or a Hybrid Storage Resource that submits Bids utilizing the Self-Committed Fixed bidding mode shall pay an NTAC for its Actual Energy Withdrawals unless the Energy Storage Resource or Hybrid <u>Storage Resource</u> is either: (a) committed or dispatched by the ISO as Out-of-Merit to withdraw Energy in the same hour to address NYCA or local system reliability concerns, or (b) a qualified Supplier of Voltage Support Service to the ISO in accordance with Section 15.2 of the ISO Services Tariff.