

ISO Tariff – Section 13

Financial Security, Settlement and Payment Terms

Applicability

- 1(1)** This section applies to a **market participant** who has requested or is receiving **system access service** under any rate of the **ISO tariff**.
- (2)** A **legal owner** of an **electric distribution system** that is regulated by the **Commission** is not required to comply with the **ISO's financial security** requirements applicable to **system access service** charges in subsection 2 below.
- (3)** All other **market participants** must comply with the **ISO's financial security** requirements.

Financial Security Requirements

2 A **market participant** must provide **financial security** for **system access service** in accordance with section 103.3 of the **ISO** rules, *Financial Security Requirements*.

Billing Procedures

- 3(1)** The **ISO** must issue a statement of account for **system access service** no later than fifteen (15) **business days** after the end of each **settlement period**, which statement may include:
- (a) amounts determined on an initial basis for that **settlement period**;
 - (b) amounts determined on an interim basis for the period two (2) **months** prior to that **settlement period**; and
 - (c) amounts determined on a final basis for the period four (4) **months** prior to that **settlement period**.
- (2)** The **ISO** may review any statement of account and may issue a new statement of account based on that review.
- (3)** The **ISO** may choose not to issue a statement of account on an interim or final basis if it would result in a charge or refund of less than \$1 000.
- (4)** The **ISO** may use estimated values to produce a statement of account when **metered demand** or **metered energy** data is not available or is incomplete, **metering equipment** fails or the data is under dispute.
- (5)** The **ISO** may also use estimated values to produce a statement of account if the **ISO's** billing and settlement system is unable to produce a statement of account.
- (6)** The **ISO** must, when a statement of account is based on estimated values, make an adjustment on a subsequent statement of account issued in accordance with subsection 3(1)(b) or 3(1)(c) above to reflect the use of actual or more appropriate estimated values.
- (7)** The **ISO** may deduct from a statement of account any amounts it owes to the **market participant** or its **affiliates**.

Totalized Billing

4(1) The **ISO** may totalize **points of delivery** and **points of supply** and produce one statement of account for a **market participant** that is an industrial facility with multiple **points of delivery**, **points of supply** or both.

(2) The **ISO** must base its decision to totalize on a review of:

- (a) the economics of providing more than a single **point of delivery** or **point of supply**;
- (b) reclassification of the site as a **Commission**-designated industrial system; or
- (c) the existence of a credible transmission bypass alternative.

Adjustments

5(1) A **market participant** may request that a statement of account be recalculated and reissued forty-five (45) or more **days** after an amount has been determined on a final basis for a **settlement period**, as a result of:

- (a) unavailable or incomplete meter data;
- (b) inaccurate estimates of meter data; or
- (c) reconciliation with updated estimates of meter data;

(2) The **ISO** may recover the cost of recalculating and reissuing a statement of account from the **market participant** that is receiving service through the relevant **metering equipment**.

(3) The **market participant** must pay the **ISO** \$1 000 for each recalculated and reissued statement of account.

Request for Settlement Data

6(1) The **ISO** must make available to a **market participant** during regular business hours any data required to verify a statement of account for **system access service**.

(2) The **market participant** must pay all of the costs of retrieval and provision of the data.

Payment Terms

7(1) A **market participant** must pay the amounts shown on the statement of account no later than the twentieth **business day** after the end of the **settlement period**.

(2) The **market participant** must make payment by way of electronic funds transfer or wire transfer to the bank account the **ISO** specifies.

Effect of Non-Compliance

8(1) The **ISO** may charge interest and other amounts, suspend or terminate **system access service** and take other action in accordance with section 103.7 of the **ISO rules**, *Financial Default and Remedies*, if a **market participant**:

- (a) fails to comply with a requirement to provide **financial security** to the **ISO** for **system access service**; or
- (b) fails to pay in full any **financial obligation** to the **ISO** for **system access service**, on or before a specified due date for that **financial obligation**.

(2) The **ISO** must not reinstate **system access service** to a **market participant** until the **market participant** has paid all **financial obligations** owing to the **ISO** in full and has restored or secured its credit facility in a manner satisfactory to the **ISO**.

Revision History

Effective	Description
2015-07-01	Updated subsections, as approved in Commission Decision 3473-D01-2015 issued on June 17, 2015.
2011-07-01	Revised and reformatted all subsections, as approved in Commission Decision 2011-275 issued on June 24, 2011.