

NOTICE DATE: March 20, 2006

NOTICE TYPE: Wholesale Operations

INTENDED AUDIENCE: QSE Participants

SHORT DESCRIPTION: PRR502 – Aggregation of Combined Cycle Units Providing RRS.

DATE/TIME AFFECTED: Thursday, March 30, 2006

LONG DESCRIPTION:

ERCOT will migrate an EMMS software upgrade to implement PRR502 on March 30th. It allows RRS obligations supplied by combined cycle plants to be aggregated for all units in a block for consideration of compliance. This upgrade will provide the capability to account for the interdependent operation of combined cycle plants in providing responsive reserve. RRS awarded to a single unit in a block will be met by the capacity of all units in the block in reality.

Section 6.10.5.4 (3) reads: "Thus, to determine if a combined cycle Aggregated Unit is capable of performing its RRS Obligation, all Resources On-line in the Aggregated Unit will be measured as on an aggregate capacity basis and will be calculated from the lower of the High Sustainable Limits specified in the Resource Plan or through telemetry, or the seasonal tested Net Dependable Capability.

CONTACT: If you have any questions, please contact your ERCOT Account Manager. You may also call the general ERCOT Client Relations phone number at (512) 248-3900 or contact ERCOT Client Relations via e-mail at ClientRelations@ercot.com