



Board Update- TNT Post Filing Activities

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"Punch-list" Update

◆ Settlement Formulas

- Completed first round of review for Day-Ahead Settlement, CRR Settlement, RUC and Real – Time Settlement
- Black lined sections will be sent to Market Participants with deadlines for second round comments in the third and fourth weeks of July
- Second round commences beginning the third week of July
- Thorough first round should enable second round to proceed at a faster pace
- Target completion in August



"Punch-list" Update

- ◆ Credit Sub-Committee
 - Round 2 discussions on Section 16 Protocol language nearly complete
 - One more additional meeting during the third week of July
 - Anticipate this item to be completed by August 1



Other "Punch-list" Items

- ◆ Real-Time Co-optimization- Whitepaper re-circulated and looking for market participant to sponsor details behind the concept
- ◆ Protocol Synchronization- PRS to provide framework for incorporating changes to Protocols after baseline
- ◆ Role of Independent Market Monitor- Activity pending



Transition Planning

- ◆ TNT stakeholders determined that a discussion regarding Transition Planning take place between rounds 1 and 2 of the Settlement Formulas discussions
- ◆ Initial discussions took place on July 6 regarding Transition Topics
- ◆ The goal of developing Transition Topics is to create a Transition Strategy (whitepaper)



Transition Planning

- ◆ Transition Planning Strategy key characteristics:
 - Evolutionary process
 - Adaptable to decisions from the PUCT, Board, TAC etc.
 - Identify roles for the structure of monitoring the Transition Planning process
 - Identify the roles for ERCOT staff
 - Provide a timeline
 - Identify milestones and readiness
 - Cut-over, Disaster Recovery, System Migration Strategies and Market compromises



Transition Planning- Current Topics

- ◆ System Migration whitepaper
- ◆ Project Timeline
- ◆ Market Participant input prior to vendor(s) selection
- ◆ Market Participant input after vendor(s) selection
- ◆ Market Participant roles and responsibilities in decision making process
- ◆ Requirements transparency
- ◆ Market Trials
- ◆ Training Strategy
- ◆ Testing and Recertification
- ◆ Cut-over and Backup plan