111 Congress Avenue Suite 1400 Austin, Texas 78701 512 381 1900 512 381 1898 Fax www.newenergy.com



The way energy works.

August 31, 2006

## VIA FACSIMILE AND FIRST CLASS MAIL

Mr. Read Comstock Chairman Technical Advisory Committee Electric Reliability Council of Texas 7620 Metro Center Drive Austin, Texas 78744

RE: PRR674, Temporary Alteration of Settlement Equations Related to the RPRS

Under Scheduled Charge

Dear Mr. Comstock:

Today the Protocol Revision Subcommittee rejected PRR 674, Temporary Alteration of Settlement Equations Related to the RPRS Under Scheduled Charge. Please accept this letter as an appeal of that decision pursuant to Protocol Section 21.4.11.

Thank you for your attention to this matter.

Vanus J. Priestley

erv truly yours

cc: Mark Armentrout

Chairman, Board of Directors, ERCOT

Sam R. Jones

President and Chief Executive Officer, ERCOT

James Thome

Vice President and General Counsel, ERCOT