



Date: March 11, 2008
To: ERCOT Board of Directors
From: Mark Dreyfus, Technical Advisory Committee (TAC) Chair
Subject: Protocol Revision Requests (PRR)

Issue for the ERCOT Board of Directors

ERCOT Board of Directors (ERCOT Board) Meeting Date: March 18, 2008

Agenda Item No.: 10a

Issue:

Consideration of PRR740, Creating Amendment to Standard Form Market Participant Agreement.

Background/History:

Unless otherwise noted, all Market Segments were present for each vote. In addition, unless stated otherwise, the ERCOT Credit Staff and the Credit Work Group (CWG) have reviewed the revision request and do not believe it requires changes to credit monitoring activity or the calculation of liability.

- ***PRR740, Creating Amendment to Standard Form Market Participant Agreement. Proposed effective date: April 1, 2008. No budgetary impact; no additional full-time equivalents needed; no system changes required; existing business processes can accommodate this PRR; no impact to grid operations.*** This PRR adds a new form, Amendment to Standard Form Market Participant Agreement, to the ERCOT Protocols. On 10/23/07, ERCOT posted PRR740 and its Impact Analysis (IA). On 12/13/07, the Protocol Revision Subcommittee (PRS) unanimously voted to recommend approval of PRR740 as submitted. On 1/17/08, PRS unanimously voted to forward the PRS Recommendation Report and IA for PRR740 to TAC. On 2/7/08, TAC unanimously voted to recommend approval of PRR740.

The TAC Recommendation Report and IA associated with this PRR are included in the ERCOT Board meeting materials. In addition, PRR740 and its supporting materials are posted on the ERCOT website at the following link:

<http://www.ercot.com/mktrules/protocols/prr.html>

Key Factors Influencing Issue:

The PRS met, discussed the issues and submitted a recommendation report to the TAC regarding the PRR described herein. TAC considered the issues and voted to take action on the PRR as described above.



Alternatives:

1. Approve the TAC recommendation on PRR740 as described above or as modified by the ERCOT Board;
2. Reject the TAC recommendation; or
3. Remand PRR740 to TAC with instructions.

Conclusion/Recommendation:

As more specifically described above, TAC recommends that the ERCOT Board approve PRR740 as described herein.



Attachment A

ELECTRIC RELIABILITY COUNCIL OF TEXAS, INC.
BOARD OF DIRECTORS RESOLUTION

WHEREAS, the Electric Reliability Council of Texas, Inc. (“ERCOT”) Board of Directors (“Board”) deems it desirable and in ERCOT’s best interest to adopt a standard form to enable amendments to the ERCOT Standard Form Market Participant Agreement, and

WHEREAS, Protocol Revision Request 740 (PRR740), Creating Amendment to Standard Form Market Participant Agreement, has the support of the Technical Advisory Committee (“TAC”),

THEREFORE BE IT RESOLVED, that the Board hereby approves PRR740, Creating Amendment to Standard Form Market Participant Agreement.

CORPORATE SECRETARY’S CERTIFICATE

I, Michael G. Grable, Corporate Secretary of ERCOT, do hereby certify that, at its meeting on the _____ day of _____, 2008, the ERCOT Board of Directors approved this Resolution. The Motion passed by _____.

IN WITNESS WHEREOF, I have hereunto set my hand this _____ day of _____, 2008.

Michael G. Grable
Corporate Secretary