



Date: May 13, 2008
To: ERCOT Board of Directors
From: Mark Dreyfus, Technical Advisory Committee (TAC) Chair
Subject: Protocol Revision Request (PRR)

Issue for the ERCOT Board of Directors

ERCOT Board of Directors (ERCOT Board) Meeting Date: May 20, 2008

Agenda Item No.: 8c

Issue:

Consideration of PRR756, Distributed Renewable Generation Modifications.

Background/History:

Unless otherwise noted: (i) all Market Segments were present for each vote and (ii) ERCOT Credit Staff and the Credit Work Group (Credit WG) have reviewed the revision request and do not believe it requires changes to credit monitoring activity or the calculation of liability.

- ***PRR756, Distributed Renewable Generation Modifications [Profiling Working Group] – URGENT. Proposed effective date: January 1, 2009. Budgetary Impact between \$500,000 - \$1,000,000; no additional full-time equivalents needed; system impacts to Lodestar and Paperfree; business function impacts – distributed renewable generation ESI IDs that are non-IDR meters will be settled using Load Profiles; no impact to grid operations.*** This PRR, written to comply with House Bill 3693, allows for Load Profiling and Data Aggregation methodology to better represent output of distributed renewable generation Resources with a capacity of less than 50 kW. PRR756 was posted on February 29, 2008. On March 5, 2008, PRS did not grant Urgent status via email vote. On March 20, 2008, the Protocol Revisions Subcommittee (PRS) unanimously voted to grant Urgent status to PRR756. Also on March 20, 2008, PRS unanimously voted to recommend approval of PRR756 as amended by Reliant Energy comments and as revised by PRS. On April 18, 2008, PRS voted to endorse and forward the PRS Recommendation Report as amended by CenterPoint Energy comments and as revised by PRS to TAC. Also, on April 18, 2008, PRS voted to endorse and forward the Impact Analysis and Cost Benefit Analysis as revised by PRS to TAC. There was one (1) abstention from the Consumer Market Segment. On May 8, 2008, TAC unanimously voted to recommend approval of PRR756 as recommended by PRS and to confirm inclusion in current Project 80028_01, Small Renewables – RMWG/Distributed Generation, with a priority of 1-Critical and Rank 2.

The TAC Recommendation Report and Impact Analysis for this PRR are included in the ERCOT Board meeting materials. In addition, this PRR and 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 TAC regarding PRR756. TAC considered the issues and voted to take action on PRR756 as described above.

Alternatives:

1. Approve the TAC recommendation on PRR756, as described above or as modified by the ERCOT Board;
2. Reject the TAC recommendation; or
3. Remand PRR756 to TAC with instructions.

Conclusion/Recommendation:

As more specifically described above, TAC recommends that the ERCOT Board approve PRR756 as described herein.



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 approve PRR756, Distributed Renewable Generation Modifications.

THEREFORE be it RESOLVED, that the Board hereby approves PRR756.

CORPORATE SECRETARY'S CERTIFICATE

I, Michael G. Grable, Corporate Secretary of Electric Reliability Council of Texas, Inc., a Texas non-profit corporation, do hereby certify that, at its May 20, 2008 meeting, the ERCOT Board of Directors passed a motion approving the above Resolution by a vote of _____.

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

Michael G. Grable
Corporate Secretary