



MEMORANDUM

To: **ERCOT Board of Directors and Segment Alternates**
From: **Mike Grable, ERCOT Vice President and General Counsel**
Date: **10 November 2009**
Re: **Agenda Items 12(a) and (b): Protocol Revision Request (PRR) 830, *Reactive Power Capability Standards*: Technical Advisory Committee (TAC) Referral for Approval, and NextEra Energy Resources (NextEra) Appeal of Same**

Greetings:

On November 5, 2009, TAC voted to recommend that the Board approve PRR830. Because this PRR has urgent status, it was placed on this month's Board agenda. The following day, NextEra filed an appeal of the TAC action, urging rejection or, in the alternative, amendment of the PRR. These items are Board agenda items 12(a) and 12(b), respectively.

Following TAC Chair Mark Bruce's decision to recuse himself from naming a TAC Advocate in order to remove any appearance of conflict in that process, TAC Vice Chair Shannon McClendon named John Houston of CenterPoint Energy Houston Electric (CenterPoint) as the TAC Advocate yesterday evening. Mr. Houston provided a brief position statement that is included in this Packet; a more complete statement will be forwarded if and when it is received.

Position statements from the following parties have been included in the Board Packet following this memorandum; they are provided in alphabetical order:

- AES Corporation (Robert L. Sims)
- American Electric Power Service Corp. (Kip Fox)
- CenterPoint Energy Houston Electric (John Houston, TAC Advocate)
- ERCOT (Kent Saathoff)
- Horizon Wind Energy LLC (Brian Hayes)
- NextEra Energy Resources (Mark J. Bruce)
- Oncor Electric Delivery Company LLC (Ken Donohoo)
- Wind Coalition (Walter Reid)

Thank you for your attention to this matter, and I look forward to discussing this PRR with you next week.