



**Date:** August 10, 2010  
**To:** ERCOT Board of Directors  
**From:** Brad Jones, 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:** August 17, 2010

**Agenda Item No.:** 09a

**Issue:**

Consideration of PRR847 – Additional Exemptions for Uninstructed Resource Charge.

**Background/History:**

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

- **PRR847 – Additional Exemptions for Uninstructed Resource Charge [Formosa].**

**Proposed Effective Date:** September 1, 2010.

**Chief Executive Officer (CEO) Determination:** No opinion on whether or not PRR847 is necessary prior to the Texas Nodal Market Implementation Date.

**ERCOT Impact Analysis:** No budgetary impact; no ERCOT staffing impacts; no impacts to ERCOT computer systems; existing business functions can accommodate this PRR; and, no impacts to ERCOT grid operations and practices.

**Revision Description:** This PRR proposes two (2) changes to Section 6.8.1.15.1, Uninstructed Resource Charge Process: (1) when a Qualified Scheduling Entity (QSE) is given a verbal Dispatch Instruction from ERCOT, the QSE shall be exempt from any Uninstructed Resource Charge during the specified verbal Dispatch Instruction time period, provided that the QSE followed instructions to within the Schedule Control Error (SCE) of the verbal Dispatch Instruction given; and, (2) after a Load acting as a Resource (LaaR) has been activated, the QSE representing the LaaR can request a three (3) hour extension for scheduling under paragraph (11) of Section 6.10.6, Ancillary Service Deployment Performance Conditions, and during this rescheduling time, a Private Use Network shall not incur Uninstructed Resource Charges for three (3) hours as the Load returns back to service.

**Procedural History:** PRR847 was posted on March 15, 2010. On April 22, 2010, the Protocol Revision Subcommittee (PRS) unanimously voted to table PRR847. On May 20, 2010, PRS unanimously voted to recommend approval of PRR847 as amended by the May 13, 2010 Formosa comments. On June 17, 2010, PRS unanimously voted to endorse and forward the May 20, 2010 PRS Report as amended by the June 7, 2010 ERCOT comments as revised by PRS and the Impact Analysis for PRR847 to TAC. On July 1, 2010, TAC unanimously voted to recommend approval of PRR847 as recommended by PRS in the June 17, 2010 PRS Report with an effective date of August 1, 2010. On July 20, 2010, the ERCOT Board remanded PRR847 to TAC. On August 5, 2010, TAC unanimously voted to recommend approval of PRR847 as recommended by TAC in the July 1, 2010 TAC Report.



The TAC Report, Impact Analysis, and CEO Revision Request Review 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:**

PRS met, discussed the issues, and submitted reports to TAC regarding PRR847 described herein. TAC considered the issues and voted to take action on PRR847 as described above.

**Alternatives:**

1. Approve the TAC recommendation on PRR847 as described above or as modified by the ERCOT Board;
2. Reject the TAC recommendation on PRR847;
3. Defer decision on the merits of the TAC recommendation on PRR847; or
4. Remand PRR847 to TAC with instructions.

**Conclusion/Recommendation:**

As more specifically described above, TAC recommends that the ERCOT Board approve PRR847.



**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 Protocol Revision Request (PRR) 847 – Additional Exemptions for Uninstructed Resource Charge.

THEREFORE be it RESOLVED, that the Board hereby approves PRR847.

**CORPORATE SECRETARY'S CERTIFICATE**

I, Bill Magness, Interim Corporate Secretary of ERCOT, do hereby certify that, at its August 17, 2010 meeting, the ERCOT Board of Directors passed a motion approving the above Resolution by \_\_\_\_\_.

IN WITNESS WHEREOF, I have hereunto set my hand this \_\_\_\_ day of August, 2010.

\_\_\_\_\_  
Bill Magness  
Interim Corporate Secretary