



To: Board of Directors
From: Betty Day, Vice President – Business Integration
Date: December 2, 2011
Re: Summary of Recent Project Priority List (PPL) Activity and Attached PPL Document for December 12-13, 2011 Board of Directors (Board) Meeting

As part of the 2012 ERCOT budget, the Board approved a list of projects for consideration in 2012. This approved project list was the starting point for the PPL that is used by ERCOT staff to report project portfolio activity. It is also used by the stakeholder community to prioritize proposed projects and track project status and delivery timelines.

The attached PPL has been enhanced to include project forecasts through 2015 as well as several additional informational fields. ERCOT staff will provide the Board with an overview of the new PPL format at the January 2012 Board meeting.

Beginning this month, the PPL will be included in the Board packet along with a summary of significant changes. Significant project status changes since the October Board meeting include:

- NPRRs/SCRs
 - Entered Initiation Phase
 - NPRR347 - Single Daily Settlement Invoice and Updates to Credit Calcs, including addition of a Minimum Collateral Exposure Component
 - NPRR400 - Eliminate Unsecured Credit for CRR Auctions and for Future Credit Exposure and Eliminate Netting of FCE with CCE
 - Entered Planning Phase
 - NPRR321 - Allow Change to Energy Offer Curve MW Amounts in the Adjustment Period for Qualifying Facilities
 - NPRR326 - Adjust the Calculation of the Real-Time Settlement Point Price for a Resource Node
 - NPRR355 - Adjust the Calculation of the Real-Time Settlement Point Price for a Load Zone
 - Entered Execution Phase
 - SCR756 - MarkeTrak Enhancements
- Other Projects
 - Entered Initiation Phase
 - Oracle 11g Upgrade
 - Entered Planning Phase
 - Look Ahead SCED
 - Outage Capacity Calculation Tool
 - ERCOT Mobile
 - Entered Execution Phase
 - Compliance Software Tool

Multi-Year PPL – Included as Attachment A is the PPL, including the latest forecast of 2013-2015 project activity.