

**Date:** January 8, 2013  
**To:** Board of Directors  
**From:** Kenan Ogelman, Technical Advisory Committee (TAC) Chair  
**Subject:** Annual Review of Minimum Point-to-Point (PTP) Option Bid Price

**Issue for the ERCOT Board of Directors**

**ERCOT Board of Directors Meeting Date:** January 15, 2013

**Item No.:** 6.1

**Issue:**

Annual Review of Minimum Point-to-Point (PTP) Option Bid Price

**Background/History:**

Paragraph (2) of Protocol Section 7.7.1, Charging of PTP Option Award Fee states:

The Technical Advisory Committee (TAC) and the ERCOT Board shall review the current Minimum PTP Option Bid Price at least every January and may recommend to the ERCOT Board changes to these values by submitting a Nodal Protocol Revision Request (NPRR).

Protocol Section 2, Definitions and Acronyms, defines Minimum Point-to-Point (PTP) Option Bid Price as:

A value of \$0.010 representing the minimum price that can be submitted into the CRR Auction for a PTP Option bid.

On 12/5/12, the Wholesale Market Subcommittee (WMS) voted to not make any changes to the Minimum PTP Option Bid Price. There was one abstention from the Independent Power Marketer (IPM) Market Segment.

On 1/3/13, TAC unanimously voted to recommend maintaining the current Minimum PTP Option Bid Price as recommended by WMS.

**Key Factors Influencing Issue:**

The TAC met, discussed the issue and voted to maintain the current Minimum PTP Option Bid Price.

**Conclusion/Recommendation:**

As more specifically described above, TAC recommends the ERCOT Board not revise the Minimum PTP Option Bid Price.

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

WHEREAS, Paragraph (2) of Protocol Section 7.7.1, Charging of PTP Option Award Fee requires the Electric Reliability Council of Texas, Inc. (ERCOT) Board of Directors (Board) to review the current Minimum Point-to-Point (PTP) Option Bid Price at least every January; and

WHEREAS, the Technical Advisory Committee (TAC) recommended no revision to the Minimum PTP Option Bid Price at this time, and

THEREFORE be it RESOLVED, that the ERCOT Board hereby approves the TAC recommendation to not revise the Minimum PTP Option Bid Price.

**CORPORATE SECRETARY'S CERTIFICATE**

I, Vickie G. Leady, Assistant Corporate Secretary of ERCOT, do hereby certify that, at its January 15, 2013 meeting, the ERCOT Board passed a motion approving the above Resolution by \_\_\_\_\_.

IN WITNESS WHEREOF, I have hereunto set my hand this \_\_\_\_ day of January, 2013.

\_\_\_\_\_  
Vickie G. Leady  
Assistant Corporate Secretary