

Date: December 3, 2013
To: ERCOT Board of Directors
From: Kenan Ögelman, Technical Advisory Committee (TAC) Chair
Subject: Non-Unanimous NPRR Recommended by TAC for Approval

Issue for the ERCOT Board of Directors

ERCOT Board of Directors (ERCOT Board) Meeting Date: December 10, 2013

Agenda Item No.: 7.1

Issue:

Consideration of Nodal Protocol Revision Request (NPRR) 571, ERS Weather-Sensitive Loads Requirements – URGENT, recommended for approval by TAC (which had opposing votes recorded).

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.

• ***NPRR571, ERS Weather-Sensitive Loads Requirements [Earth Networks] - URGENT.***

Revision Description: This NPRR establishes rules for participation in Emergency Response Service (ERS) by Loads with Demand response capability that is highly sensitive to weather conditions.

Proposed Effective Date: June 1, 2014 – Priority 2014; Rank 1040

ERCOT Impact Analysis: \$30k - \$40k; requirements can be supported by existing ERCOT Staff however, dependent on future participation of Emergency Response Service (ERS) Weather-Sensitive Loads, additional personnel may be required; impacts to Market Management System (MMS), Enterprise Information Services (EIS), Enterprise Integration (EI), and Demand Integration Analysis Tools; ERCOT business functions will be updated; System operators will undergo training and ERCOT grid operations procedures will be updated.

ERCOT Opinion: ERCOT supports approval of NPRR571 recognizing the benefit of enhanced competition in ERS.

TAC Decision: On 12/3/13, TAC voted to recommend approval of NPRR571 as recommended by PRS in the 11/21/13 PRS Report and as amended by the 12/3/13 TIEC comments; with an effective date of June 1, 2014. There was one opposing vote from the Independent Power Marketer (IPM) Market Segment.

The TAC Report and Impact Analysis for NPRR571 are included in the ERCOT Board meeting materials which can found at the following link:

<http://www.ercot.com/calendar/2013/12/20131210-BOD>

In addition, NPRR571 and supporting materials are posted on the ERCOT website at the following link:

<http://www.ercot.com/mktrules/nprotocols/npr>

Key Factors Influencing Issue:

The PRS met, discussed the issues, and submitted a report to TAC regarding NPRR571 described herein.

TAC considered the issues and voted to take action on NPRR571 as described above.

Conclusion/Recommendation:

As more specifically described above, TAC recommends that the ERCOT Board approve NPRR571 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 NPRR571, ERS Weather-Sensitive Loads Requirements – URGENT.

THEREFORE be it RESOLVED, that the ERCOT Board hereby approves NPRR571.

CORPORATE SECRETARY'S CERTIFICATE

I, Vickie G. Leady, Assistant Corporate Secretary of ERCOT, do hereby certify that, at its December meeting, the ERCOT Board passed a motion approving the above Resolution by _____.

IN WITNESS WHEREOF, I have hereunto set my hand this ____ day of December 2013.

Vickie G. Leady
Assistant Corporate Secretary