Market Continuity Guiding Principles

1. State of emergency declared in ERCOT
	1. ERCOT emergency response plan is to notify PUCT and other appropriate governmental and regulatory agencies
		1. Appeal to market participants, fuel service providers, etc. to continue operations and services during the emergency
		2. PUCT may consider implementing the State of Texas Emergency Management Plan Annex L Energy
			* Annex L may need modifications to address ERCOT market disruption
	2. Ensure that Protocols state that Resources will be compensated for their direct costs incurred during an emergency
		1. Provides clarity and assurance to Resource’s service providers that they will be paid
2. Restore grid operations- physical
	1. Establish communications
	2. Implement Black Start, if needed
	3. Establish Single control area operations
3. Restore ERCOT markets
	1. Restore the RT market
		1. Establish market communications
			* Real time telemetry
		2. other systems (MMS, EMS, etc)
	2. Restore the DAM, CRR markets
4. Provide compensation to Resources for actual verifiable costs
	1. Generation
		* + documentation to support the requested funds
		1.
	2. Compensation to be provided by ERCOT as soon as reasonably possible after grid and market services have been restored
		1. Resources must provide documentation of its actual direct costs for verification by ERCOT
		2. Resources to provide documentation to ERCOT within x months of the event
		3. ERCOT to provide compensation with y months after receipt of valid documentation
		4. Compensation could be delayed since ERCOT will have to manually calculate Resource compensation
			* Systems will need to be restored and operational to provide ERCOT with Resource meter data and access to verifiable cost information
5. Uplift to Loads (COPS?)
	1. Resource
6. Provide funds for Resource compensation (MCWG)
	1. ERCOT to utilize available funds and instruments to cover interim liquidity needs
		1. Loan from available CRR funds
		2. Letter of credit or other financial instrument
		3. Short-term loan/debt