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| NPRR Number | [1112](https://www.ercot.com/mktrules/issues/NPRR1112) | NPRR Title | Reduction of Unsecured Credit Limits |
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| Date | | March 28, 2022 | |
|  | |  | |
| Submitter’s Information | | | |
| Name | | Mark Ruane | |
| E-mail Address | | [mruane@ercot.com](mailto:mruane@ercot.com) | |
| Company | | ERCOT | |
| Phone Number | | 512-248-3000 | |
| Cell Number | |  | |
| Market Segment | | Not applicable | |

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| Comments |

ERCOT recognizes that Nodal Protocol Revision Request (NPRR) 1112 will require some Market Participants with Unsecured Credit Limits to obtain and post additional Financial Security. In order to provide sufficient time for this to occur, ERCOT proposes that NPRR1112 become effective no sooner than four months after approval by the Public Utility Commission of Texas (PUCT).

In addition, some Market Participants have expressed concerns that requirements for additional Financial Security will cause more banks to exceed the bank limits on letters of credit acceptance as specified in Section 16.11.3, Alternative Means of Satisfying ERCOT Creditworthiness Requirements. To mitigate this risk, ERCOT plans to sponsor an NPRR to raise the issuer limit cap from $750 million per issuer to $1 billion.

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| Revised Proposed Protocol Language |

None

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| Revised Proposed Protocol Language |

None