



MEMORANDUM

To: ERCOT Board of Directors (Board)
From: Chad V. Seely, ERCOT Vice President, General Counsel and Corporate Secretary
Date: August 9, 2022
Re: Item 9.1 – NPRR1112, Reduction of Unsecured Credit Limits – URGENT

At its April 28, 2022 meeting, the Board tabled consideration of Nodal Protocol Revision Request (NPRR) 1112, for which ERCOT had filed a Technical Advisory Committee (TAC) Recommendation Opposition, and requested additional information from ERCOT staff regarding the unsecured credit practices at other Independent System Operators/Regional Transmission Operators (ISOs/RTOs). This additional information was presented at the June 21, 2022 Board meeting. At that meeting, the Board requested clarification from ERCOT on the impact to the market of a reduction in unsecured credit limits. This information will be presented to the Board at its August 16, 2022 meeting. ERCOT staff and TAC Advocate Darrell Cline (Garland Power and Light) will be provided an opportunity to address the Board on this matter.