



Control Number: 24770



Item Number: 151

Addendum StartPage: 0

REPORT OF THE ELECTRIC
RELIABILITY COUNCIL OF TEXAS
(ERCOT) TO THE PUCT REGARDING
IMPLEMENTATION OF THE ERCOT
PROTOCOLS

§
§
§
§
§

PUBLIC UTILITY COMMISSION

OF TEXAS

RECEIVED
02 SEP 23 AM 11:09
PUBLIC UTILITY COMMISSION
FILING CLERK

ORDER NO. 15
INTERIM ORDER MEMORIALIZING COMMISSIONERS' DECISIONS REACHED
DURING SEPTEMBER 12, 2002 OPEN MEETING

During the Open Meeting of the Public Utility Commission of Texas on September 12, 2002, the Commissioners considered Decision Point List (DPL) Issues 9-15. This Order memorializes the Commissioners' decisions on each of these issues.

DPL Issue 9

The Commissioners decided that pre-assigned transmission congestion rights (PCRs) for non-opt-in entities (NOIEs) should not be eliminated.

DPL Issue 10

The Commissioners determined that affiliated retail electric providers (REPs) subject to price to beat requirements should not be eligible for PCRs.

DPL Issue 11

The Commissioners determined that PCRs, once issued, should be treated in the same way as other transmission congestion rights (TCRs). Specifically, the Commissioners decided that the "use it or lose it" restriction currently applied to PCRs should be eliminated and that PCRs would therefore be tradable and transferable.

DPL Issue 12

The Commissioners decided that PCR and the combination of a NOIE's PCR and TCR holdings should be subject to the same 25% holding limit applicable to TCRs.

DPL Issue 13

The Commissioners agreed to implement one change to the termination dates for PCRs. The Commissioners decided that a NOIE should no longer be able to use or acquire a PCR after it opts into competition.¹

DPL Issue 14

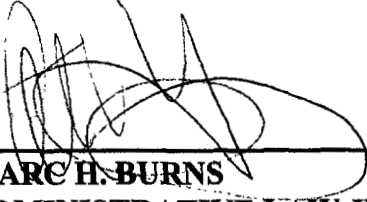
The Commissioners agreed to the existence of sound policy reasons that support changing the way in which PCRs are priced. Rather than select a new pricing model, however, the Commissioner instructed the parties to attempt to agree to a model that reflected the concerns identified by the Commissioners in their comments during the Open Meeting. The Commissioners instructed the parties to report back to the Commission at or before the Commission's Open Meeting scheduled for September 25, 2002.

DPL Issue 15

The Commissioners did not decide whether to establish a separate docket for resolving any remaining PCR issues.

¹ This change does not apply to STEC.

SIGNED AT AUSTIN, TEXAS the 23^d day of September 2002.



MARC H. BURNS
ADMINISTRATIVE LAW JUDGE
POLICY DEVELOPMENT DIVISION

Q:\PD\Docket Management\Electric\ERCOT Dockets\24770\24770-15.doc