

THE RECORD DATE FOR VOTING IN
THE 2006 ERCOT BOARD OF DIRECTORS AND TAC REPRESENTATIVES ELECTIONS
IS NOVEMBER 11, 2005!

To All ERCOT Members and ERCOT Region Market Participants:

The 2006 ERCOT Board and Technical Advisory Committee (“TAC”) will be seated on December 13, 2005. In accordance with the ERCOT Bylaws, the Record Date for these elections is November 11, 2005.

All ERCOT Members and Market Participants desiring to be Members of ERCOT in 2006 must complete the 2006 ERCOT Membership Application and Agreement (“Application”) with a corresponding Annual Membership Fee *by the Record date* in order to participate in the upcoming elections. The application may be filled out electronically and printed. ***Please note that November 11, 2005 is Veteran’s Day, a Federal Bank holiday, so membership fee payment is effectively due by November 10.***

Annual Membership Fees for a Corporate (voting) Membership are \$2,000. Annual Membership Fees for an Associate (non-voting) Membership are \$500. [*Upon approval of proposed Bylaws amendments add the following - The Annual Member Service Fees for Residential and Commercial Consumer Members shall be \$100 for Corporate Membership and \$50 for Associate Membership; provided that there will be no charge for Annual Member Service Fees for associations that qualify for Commercial Consumer Membership. OPUC and the appointed Residential Consumer TAC Representative(s) shall be eligible to be Corporate Members without the payment of Annual Member Service Fees.*] An Associate Membership does not allow your organization to vote in the election, but allows an employee of your organization to be nominated for the Board and/or an employee or representative of your organization to be nominated for TAC and TAC subcommittees. [*Upon approval of Bylaws amendments, delete the following - The Commercial Consumer Board Member is not elected, but rather appointed by the current Commercial Consumer Board Member. The Commercial Consumer Board Member also appoints all Commercial Consumer representatives to TAC and the TAC subcommittees.*]

Your organization is eligible for Membership if it operates or represents end-use customers in the ERCOT Region and meets the requirements found in the Bylaws (Section 3.1). Both the Application and Bylaws describe the requirements for each Segment. An entity may join only one Segment as a Corporate (voting) Member. Affiliated entities may join other Segments as Associate (non-voting) Members.

For more information or to obtain a copy of the Bylaws and Articles of Incorporation, please visit ERCOT’s website at www.ercot.com and select the link entitled 2006 Membership. Other related information will also be posted for your review. If you do not have access to the website, please contact Tisa Weston at (512) 225-7080.

Very truly yours,

Carolyn E. Shellman
Vice President, General Counsel and Secretary