

**ERCOT ISO FINANCE & AUDIT COMMITTEE
SPECIAL MEETING MINUTES
Met Center – Austin, Texas**

Pursuant to notice duly given, the Finance & Audit Committee of the Electric Reliability Council of Texas, Inc. convened on **April 3, 2008**. **Clifton Karnei** confirmed that a quorum was present and called the meeting to order at approximately **1:30 p.m.**

Special Meeting Attendance

Committee members:

Cox, Brad	Tenaska Power Services	Independent Power Marketer	Present
Espinosa, Miguel (Vice Chair)	Unaffiliated Board Member	Unaffiliated Board Member	Present
Fehrenbach, Nick	City of Dallas	Consumer	Present (via phone)
Gent, Michehl	Unaffiliated Board Member	Unaffiliated Board Member	Present (via phone)
Jenkins, Charles	Oncor Electric Delivery	Investor Owned Utility	Not Present
Karnei, Clifton (Chair)	Brazos Electric Cooperative	Cooperative	Present (via phone)
Thomas, Robert	Green Mountain Energy	Ind. Retail Electric Provider	Present
Wilkerson, Dan	Bryan Texas Utilities	Municipal	Present

Other Board Members and Segment Alternates:

Armentrout, Mark	Unaffiliated Board Member	Unaffiliated Board Member	Present
Crowder, Calvin	American Electric Power Service Corporation	Investor Owned Utility	Present
Kahn, Bob	ERCOT	ERCOT CEO	Present
Smitherman, Barry	PUCT	PUCT Chair	Present
Walker, Mark	NRG Texas	Independent Generator	Present

ERCOT staff and guests present:

Anderson, Troy	ERCOT
Bojorquez, Bill	ERCOT
Brenton, Jim (via phone)	ERCOT
Brewer, Todd	TRE
Brewster, Chris	City of Eastland
Byone, Steve	ERCOT
Capezzuti, Nancy	ERCOT
Doolin, Estrellita	ERCOT
Giuliani, Ray	ERCOT
Gable, Mike	ERCOT
Grendel, Steve	ERCOT
Grimm, Larry	TRE
Hancock, Misti	ERCOT
Hinsley, Ron	ERCOT
Lester, Suzanne	ERCOT
Magness, Bill	Casey, Gentz & Magness LLP
Petterson, Mike	ERCOT

Saathoff, Kent	ERCOT
Smallwood, Aaron	ERCOT
Troxell, David	ERCOT
Vincent, Susan	TRE
Wagner, Margarite	Reliant
Yager, Cheryl	ERCOT

Presentation of Proposed 2009 Budget

Steve Byone explained that the purpose of the Special Meeting was to present the proposed 2009 budget and to obtain feedback from Board members and the public. He emphasized that ERCOT management did not take the fee increase request lightly and encouraged attendees to participate in the working session.

Bob Kahn echoed Mr. Byone's introductory comments and noted that the four drivers of the fee increase were related to (1) Nodal implementation and on-going support, (2) Met Center relocation project, (3) new NERC/FERC requirements, and (4) financing needs.

Mike Petterson facilitated a detailed review of the proposed budget and discussion among attendees. Board members and public attendees asked several questions to which ERCOT management team responded.

At the conclusion of the discussion, Mr. Byone confirmed the feedback received during the meeting would be incorporated into future budget drafts and that the proposed 2009 budget would be included on the agenda for Board approval at the meeting scheduled for May.

Adjournment

Clifton Karnei adjourned the meeting at 2:20 p.m.



 Estrellita J. Doolin, Secretary