

Electric Reliability Council of Texas (ERCOT)

Texas RE Allocations

2009 Budget and Forecast

	Budget ⁽¹⁾	Actual			Forecast									Total	Variance
		JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC		
Support	(155,000)	#####	#####	#####	#####	#####	#####	#####	#####	#####	#####	#####	#####	(312,410)	157,410
IT Services	(53,200)	#####	#####	#####	#####	#####	#####	#####	#####	#####	#####	#####	#####	(219,627)	166,427
Facilities	(33,550)	(9,835)	(9,835)	(9,835)	(5,899)	(5,899)	(5,899)	(5,899)	(5,899)	(5,899)	(5,899)	(5,899)	(5,899)	(82,596)	49,046
Subtotal - Texas RE Allocations	(241,750)	#####	#####	#####	#####	#####	#####	#####	#####	#####	#####	#####	#####	(667,724)	372,883

The approximate total year impact to the ISO of a full Texas RE separation is \$.7 million as the amounts in the column labeled "Total" above would need to be absorbed within the Base budget.

Notes:

1. Anticipating relationship modifications, ERCOT's chose to budget conservatively in 2009. Support allocations were budgeted only through June 30th. The Facility allocation was budgeted through March 31st anticipating Texas RE's relocation.
2. Texas RE allocations are reductions to ERCOT's Operating expenses, thus, the budget is reflected as a credit (negative).
2. Negotiations are currently underway between Texas RE and ERCOT management; thus, the specific financial impact on 2009 is unknown. Estimates provided in this schedule reflect a continuation of the support and IT allocations through year-end. The facility allocation is reduced beginning in April to reflect the movement of Texas RE from the MET Center location.
3. Support allocations represent services from corporate departments for administration, financial services, human resource services, procurement and contract services, and treasury functions.
4. IT Services allocation represents information technology and technology infrastructure services.
5. Facilities allocation includes services for telecommunications and miscellaneous office services.