



Financial Summary Report

Steve Byone

Vice President and Chief Financial Officer

Board of Directors Meeting

June 16, 2009

- **2009 Operating Activity Update**

- Year to date 2009 revenue requirements (expenses) continue to trend above revenues received. While total expenses are essentially on budget, revenues are trending below budget due to a combination of weather and economic factors.
 - A new load forecast was received in May indicating potential further revenue shortages of up to \$2 million for a total shortfall of \$5.6 million by year-end
- The updated ERCOT Enhanced Reliability and Markets (EERM) Estimate To Complete will be available in July; a new base operating forecast for 2009 will be available thereafter
- In the interim, ERCOT has implemented specific spending reductions to offset a portion of the revenue shortfall and is closely monitoring monthly results
 - An update on actual results through May together with management actions to mitigate the revenue shortfall will be presented during the Board meeting

- **2010 Budget planning is on schedule**