



Financial Summary Report

Steve Byone

Vice President and Chief Financial Officer

Board of Directors Meeting

August 18, 2009

- **2009 y-t-d revenues continue to trend below budget; expense control measures have been instituted to address the shortfall.**
- **2010 Budget and Five-Year Financial Forecast were completed and will be discussed in the Finance & Audit Special Committee review on Monday, 8/17/09. A summary review of the proposed budget will be presented to the full Board on Tuesday, 8/18/09. Management will seek Board approval of a final 2010 budget at the September meeting.**
- **ERCOT and interested parties have reached a non-unanimous stipulation (NUS) agreement relating to ERCOT's request for an increase in the Nodal surcharge under docket #36851. The Commission will hold a hearing on 08/19/09 to discuss the NUS.**
- **The SAS70 audit and other internal control activities are progressing on schedule.**