Date: January 10, 2012
To: Board of Directors
From: Bill Magness, ERCOT Vice President, General Counsel and Corporate Secretary
Subject: Adjunct Membership Approval of RRE Austin Solar LLC

Issue for the ERCOT Board of Directors

ERCOT Board of Directors Meeting Date: January 17, 2012
Agenda Item No.: 14

Issue:
Whether RRE Austin Solar LLC (RRE), should be approved as an Adjunct Member for Membership Year 2012.

Background/History:
Since RRE does not meet the definition of any Segment as set forth in the Bylaws and Membership Application and Agreement for Membership Year 2012, RRE has applied as an Adjunct Member. Please see Attachment A, the redacted Application which omits financial information and individual contact information. RRE's Application was received after the issuance of the December 12-13, 2011 Board Packet, so consideration for this Application was deferred until the January 17, 2012 Board meeting. Adjunct Membership requires approval by the Board of Directors.

Key Factors Influencing Issue:
- Adjunct Membership requires approval by the Board of Directors.
- Whether it is in the best interest of ERCOT for RRE's application to be approved.

Alternatives:
- Approve Adjunct Membership for RRE; or
- Deny Adjunct Membership for RRE. If Adjunct Membership is denied, RRE will not be a member of ERCOT.

Conclusion/Recommendation:
Approve RRE as an Adjunct Member of ERCOT for Membership Year 2012.

ELECTRIC RELIABILITY COUNCIL OF TEXAS, INC.
BOARD OF DIRECTORS RESOLUTION

WHEREAS, RRE Austin Solar LLC (RRE) does not meet the Segment requirements for Membership in Electric Reliability Council of Texas, Inc. (ERCOT) for Membership Year 2012;

WHEREAS, after due consideration of the alternatives, the ERCOT Board of Directors (Board) deems it desirable and in the best interest of ERCOT to approve RRE as an Adjunct Member of ERCOT for Membership Year 2012; and

THEREFORE, BE IT RESOLVED, that ERCOT is hereby authorized and approved to grant Adjunct membership status to RRE for Membership Year 2012.

CORPORATE SECRETARY'S CERTIFICATE

I, Vickie G. Leady, Assistant Corporate Secretary of ERCOT, do hereby certify that, at its January 17, 2012 meeting, the ERCOT Board passed a motion approving the above Resolution by _____.

IN WITNESS WHEREOF, I have hereunto set my hand this ___ day of January, 2012.

_____
Vickie G. Leady
Assistant Corporate Secretary