



**Date:** September 11, 2012  
**To:** Board of Directors  
**From:** Bill Magness, ERCOT Vice President, General Counsel and Corporate Secretary  
**Subject:** Adjunct Membership Approval of Smart Wire Grid Inc. for Membership Year 2012

**Issue for the ERCOT Board of Directors**

**ERCOT Board of Directors Meeting Date:** September 18, 2012

**Tab No.:** 12

**Issue:**

Whether Smart Wire Grid Inc. (SWG) should be approved as an Adjunct Member for Membership Year 2012.

**Background/History:**

Since SWG currently does not meet the definition of any Segment as set forth in the Bylaws and Membership Application and Agreement for Membership Year 2012, SWG has applied as an Adjunct Member. Please see *Attachment A*, the redacted Application (omitting financial information and individual contact information). Pursuant to the ERCOT Bylaws, 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 SWG's application to be approved.

**Conclusion/Recommendation:**

Approve SWG as an Adjunct Member of ERCOT for Membership Year 2012.



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

WHEREAS, after due consideration of the alternatives, the Board of Directors (Board) of Electric Reliability Council of Texas, Inc. (ERCOT) deems it desirable and in the best interest of ERCOT to approve Smart Wire Grid Inc. (SWG) as an Adjunct Member of ERCOT for Membership Year 2012, due to the fact that SWG does not meet the Segment requirements for Membership;

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

**CORPORATE SECRETARY'S CERTIFICATE**

I, Vickie G. Leady, Assistant Corporate Secretary of ERCOT, do hereby certify that, at its September 18, 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 September, 2012.

\_\_\_\_\_  
Vickie G. Leady  
Assistant Corporate Secretary