

January 7, 1999

The Honorable Bob Bullock
Lieutenant Governor of Texas
The Capitol, Second Floor East
Austin, Texas

Dear Governor Bullock:

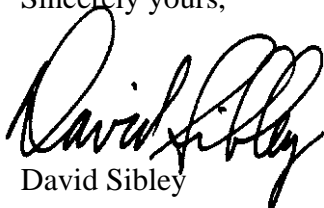
On behalf of the members of the Senate Interim Committee on Electric Utility Restructuring, I submit herewith a copy of the Committee's report for consideration by the Seventy-Sixth Legislature.

The intent of this report is to provide an unbiased analysis of the major issues discussed at the Committee's hearings during the interim. It is my hope that a summary of the Committee's work may serve as a helpful guide for legislators and key policymakers reviewing any future electric restructuring legislation. Supporting materials, including regulatory reports issued at the request of the Committee, have already been provided to your office and are available to the public upon request.

This Committee worked harder than any committee I've ever served on. I greatly appreciate the dedication of the Committee members and of the many interested parties who spent endless hours studying this very complex issue.

Thank you for your leadership and friendship.

Sincerely yours,



David Sibley