



Item 7.2: Periodic Report on Investments

Leslie Wiley
Treasury Manager

Finance & Audit Committee

ERCOT Public

July 15, 2013

Investment Compliance

| Standard | Compliance |
|---|---|
| Money market mutual funds invested in U.S. treasury securities or a combination of U.S. treasury securities and repurchase agreements backed by U.S. treasury securities. | Yes |
| Concentration analysis reviewed by Investment Officers | Yes |
| No more than 10% of investable funds will be maintained in any one fund. | Yes |
| No more than 40 percent of the portfolio shall be invested in repurchase agreements across all money market mutual funds. | Yes |
| Credit Analysis reviewed by Investment Officers | Yes |
| Has assets under management in the fund of at least \$1 billion | Yes |
| Direct Treasuries reviewed by Investment officers | Yes - No treasuries purchased directly. |

Electric Reliability Council of Texas, Inc.

Summary of Investment Results

As of May 31, 2013

(in 000's)

| Investment Funds (Note 1) | Balance | Interest | Percentage of Portfolio | Yield |
|---|-------------------|----------|-------------------------|----------------|
| BlackRock Institutional T-Fund (60) MMF | \$ 20,500 | \$ 0.24 | 2.3% | 0.01% |
| BlackRock Institutional Treasury Trust Fund MMF | 52,552 | 0.00 | 6.0% | 0.00% |
| Dreyfus Treasury Prime Cash Management MMF | 67,000 | 0.00 | 7.6% | 0.00% |
| Federated Fund 068 Treasury Obligations Fund | - | - | 0.0% | - |
| Federated Fund 0125 US Treasury Cash Reserves Fund | 70,502 | 0.27 | 8.0% | 0.00% |
| Fidelity 695 Institutional MMF: Treasury Portfolio | - | - | 0.0% | - |
| Fidelity 680 Institutional MMF: Treasury Only Portfolio | 68,901 | 0.54 | 7.8% | 0.01% |
| First Amer Treas Oblig/CI Z | 62,300 | 0.00 | 7.1% | 0.00% |
| Goldman Sachs Treasury Instruments Fund 506 | 67,901 | 0.06 | 7.7% | 0.00% |
| Invesco Institutional Treasury Portfolio | 63,520 | 1.08 | 7.2% | 0.02% |
| JP Morgan Chase US Treasury Plus MM Fund | 74,510 | 0.00 | 8.4% | 0.00% |
| Morgan Stanley Fund 8304 Treasury | 62,216 | 1.59 | 7.0% | 0.03% |
| State Street Global Advisors Institutional Treasury MMF | 70,700 | 0.00 | 8.0% | 0.00% |
| UBS Select Treasury Preferred Fund 46 | 67,504 | 0.51 | 7.6% | 0.01% |
| Wells Fargo Institutional Treasury Plus MMF | 5,480 | 0.00 | 0.6% | 0.00% |
| Wells Fargo 100% Treasury MMF | 62,300 | 0.05 | 7.1% | 0.00% |
| Western Asset Institutional US Treasury Reserves | 67,013 | 1.18 | 7.6% | 0.02% |
| Sub-Total | 882,899 | 5.28 | 100.0% | 0.01% (Note 2) |
| Other cash net of outstanding checks (Note 3) | 937 | | | |
| Total cash and cash equivalents (est) | <u>\$ 883,836</u> | | | |

Notes

Note 1: In compliance with the Investment Corporate Standard, these funds invest in Treasuries or obligations backed by US Treasuries.

Note 2: Weighted average of the investment fund yields.

Note 3: All other cash, net of outstanding checks, held by ERCOT in bank accounts as of May 31, 2013.

Note 4: Monthly holding reports are available for review upon request.

Statement of Compliance

Upon a review of the investment activity, I have no knowledge of any ERCOT action that does not comply with that required by the Investment Corporate Standard since the last report provided to the Finance and Audit Committee.

Signature on File

Michael Petterson Vice President Finance and Treasury



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Repurchase Agreement Analysis

| Instrument | Date | ERCOT Value | Percent of ERCOT Portfolio |
|-----------------------|------------|----------------------|----------------------------|
| Treasuries | 05/31/2013 | \$659,700,437 | 75% |
| Repurchase Agreements | | \$223,199,176 | 25% |
| Total | | \$882,899,613 | 100% |