

ERCOT
 Finance and Audit Committee
 2018 Annual Meeting Planner and Future Agenda Items

Task Description	Charter Page #	Committee Meeting Date							
		2-19	4-09	6-11	8-06	10-08	12-10		
Annual Committee Organization and Administration	1 Elect Committee Chair and Vice Chair	2	FA						
	2 Designate a Committee secretary	8	FA						
	3 Review and assess adequacy of Committee charter	6	FA						
	4 Review and approve internal audit charter	7	FA						
	5 Approve Credit Work Group charter	na	FA						
	6 Appoint Credit Work Group Chair and Vice Chair	na	FA						
	7 Review and recommend investment corporate standard	4	FA						
	8 Review and recommend financial corporate standard	4	FA						
	9 Handling of complaints regarding financial matters	1 & 6	FA						
	10 Policy on hiring former employees of the independent auditor	5	FA						
	11 Policy on independent auditor selection	4 & 5	FA						
	12 Review and recommend market credit risk corporate standard	4	FA						
	13 Review and recommend ERCOT creditworthiness standards	4	Performed when revisions are proposed						
Finance & Risk	14 Approve annual education plan	na	FA						
	15 Undertake annual self-evaluation	8							
	16 Review financial performance	5 & 6	FA	FA	FA	FA			
	17 Review risk management policies and practices	3 & 4	FA	FA	BOD	BOD			
	18 Review Credit Work Group activity	3 & 4	FA	FA	FA	FA			
	19 Forecast adequacy of the budgeted System Administration Fee	na	FA						
	20 Receive CEO report on adequacy of internal controls	3	FA						
	21 Review financial institutions that are also market participants	6	FA						
	22 Receive periodic report on strategic IT issues	na	BOD						
	23 Review IRS Form 990	na			BOD				
	24 Review and recommend proposed budget	4	Performed biennially in odd numbered years						
	25 Committee educational topics	na			FA	FA			
	Internal Audit	26 Receive DC4 technology refresh update	na	FA					
27 Review Ethics Point activity		1 & 6	FA	FA	FA	FA			
28 Review Internal Audit activity		7	FA	FA	FA	FA			
29 Review effectiveness of internal audit functions		7	FA	FA	FA	FA			
30 Review performance of the Chief Audit Executive		7							
31 Review and approve annual internal audit plan		7							
External Audit		32 Receive independence report from financial auditors	5		FA				
		33 Select financial auditor	4 & 5		FA				
		34 Review and accept financial statement audit report	5 & 6		FA				
		35 Receive independence report from 401(k) Savings Plan auditors	5				FA		
		36 Select 401(k) Savings Plan auditor	5				FA		
		37 Review and accept 401(k) audit report	6				FA		
		38 Receive independence report from Systems and Organization Control auditors	5						
	39 Select Systems and Organization Control auditor	5							
	40 Review and accept Systems and Organization Control audit report	6							

"FA" designates items addressed in meetings of the Finance and Audit Committee
 "BOD" designates items addressed in meetings of the Board of Directors.