**Credit Working Group**

**ERCOT**

**Meeting Minutes**

**October 17, 2018 (Face-to-Face Meeting, MET Center Room 168)**

**Attendance**

|  |  |  |  |
| --- | --- | --- | --- |
| Independent Retail Electric Providers | Loretto Martin – Direct Energy  Bill Barnes – Reliant Energy | | |
| Independent Power Marketers | Mark Holler - Tenaska Power Inc.  Eric Goff – Citigroup Energy Inc. | | |
| Independent Generators | Ian Haley– Luminant Energy | | |
| Municipals | Donald Meek – Austin Energy  Don Daugherty - City of Garland | | |
| Others | Andrew Barkley  Seth Cochran  Kristin Abbott  Robert Miller  Ryan Evans  Josephine Wan  Matt Robson  Kristy Ashley  Clayton Greer |  | Eric Goff  Brenden Sager  Debbie McKeever  Anh du  Lori Williams  Ivan Velasquez  Bob Wittmeyer  Blake Gross |
| ERCOT Staff | Mark Ruane  Vanessa Spells  Spoorthy Papudesi  Rizaldy Zapanta  Maruthi Gaddam  Julio Dovalina | | Lindsay Butterfield  Pam Shaw  Cory Phillips  Suzy Clifton |

The meeting was called to order at 9:30 a.m.

**Approval of Meeting Minutes – September 19, 2018**

Bill Barnes submitted a motion to approve the September 19, 2018 minutes. Loretto Martin seconded the motion. Motion passed.

**NPRR 850**

The NPRR is currently tabled at WMS for review. The group will provide comments once the NPRR is reverted back.

**F&A Committee October Meeting Recap**

Donald Meek presented to the group the presentation made to the F&A Committee meeting in October. The group asked ERCOT staff to update the collateral usage slide to include August numbers and update chart labeling.

**Credit Exposure Parameters**

On the M1b parameter, Mr. Barnes suggested that retail testing on mass transition encompass 100,000 to 200,000 ESIIDs to determine the validity of using 100,000 ESIIDs in the calculation of M1b. Debbie McKeever pointed out, however, that the scale of that size would not be feasible in the short run due to testing set-up issues. Due to these constraints, the group agreed that an initial sample size of 10,000 ESIIDs would be appropriate given the average portfolio size of smaller REPs.

**2019 CWG/MCWG Meeting Schedule**

Vanessa Spells presented the proposed meeting dates for 2019. She asked the members to send any proposed changes as soon as possible.

**Credit Exposure Update**

Spoorthy Papudesi presented the monthly update on credit exposure.

**New Business**

In light of the recent Green Hat default in PJM, the group agreed to discuss in the future whether to have a protocol provision on evaluating the eligibility of any potential market participant who had previously defaulted from other ISO markets.

The meeting was adjourned at 10:53 a.m.