



Item 10.2: Periodic Report on Investments

Leslie Wiley
Treasurer

Finance & Audit Committee Meeting

ERCOT Public
February 11, 2019

Investment Compliance

Standard	Compliance
100% Treasury Analysis reviewed by Investment Officers. 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. No more than 10% of investable funds will be maintained in any one fund.	Yes
Credit Analysis reviewed by Investment Officers	Yes
Has assets under management in the fund of at least \$1 billion	Yes
United States Treasury Obligation Portfolio reviewed by Investment Officers	Yes



Electric Reliability Council of Texas, Inc.
Investment Compliance
As of December 31, 2018
(\$ in 000's)

		Balance		Interest Earned
Investment Funds (Note 1 & Note 2)	\$	1,231,338	\$	2,273.20
		Price		Accrued Interest
US Treasury Obligation Portfolio (Note 3)	\$	99,646	\$	313.13

Notes

- Note 1: In compliance with the Investment Corporate Standard, investment funds invest in Treasuries or obligations backed by US Treasuries.
- Note 2: Weighted average of the investment fund yields approximately 2.18%
- Note 3: Current yield on the bond portfolio is 2.54% with a duration of .67.
- Note 4: Investment monthly holdings and bond portfolio details 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.

- 100% treasury analysis reviewed by Investment Officers. 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.
- Concentration analysis reviewed by Investment Officers. No more than 10% of investable funds will be maintained in any one fund.
- Credit analysis reviewed by Investment Officers
- Has assets under management in the fund of at least \$1 billion
- United States Treasury Obligation Portfolio reviewed by Investment Officers

Signature on File

Michael Petterson Vice President and CFO



Electric Reliability Council of Texas, Inc.
Summary of Investment Fund Results
As of December 31, 2018
(\$ in 000's)

Investment Funds	Balance	Interest Earned	Percentage of Portfolio
BlackRock Institutional T-Fund (60) MMF	\$ 41,690	\$ 75.22	3.4%
BlackRock Institutional Treasury Trust Fund MMF	50,951	94.10	4.1%
Dreyfus Treasury Prime Cash Management MMF	107,741	166.73	8.7%
Federated Fund 068 Treasury Obligations Fund	41,095	97.92	3.3%
Federated Fund 0125 US Treasury Cash Reserves Fund	51,379	94.04	4.2%
Fidelity 680 Institutional MMF: Treasury Only Portfolio	73,589	138.09	6.0%
Fidelity 695 Institutional MMF: Treasury Portfolio	17,952	33.06	1.5%
First Amer Treas Oblig/CI Z	95,968	184.19	7.8%
Goldman Sachs Treasury Instruments Fund 506	92,684	161.56	7.5%
Invesco Institutional Treasury Portfolio	92,489	190.58	7.5%
JP Morgan Chase US Treasury Plus MM Fund	94,106	190.61	7.6%
Morgan Stanley Fund 8304 Treasury	95,923	167.42	7.8%
State Street Global Advisors Institutional Treasury MMF	92,705	159.98	7.5%
UBS Select Treasury Preferred Fund 46	94,145	195.81	7.6%
Western Asset Institutional US Treasury Reserves	96,124	166.78	7.8%
Wells Fargo 100% Treasury MMF	80,902	135.02	6.6%
Wells Fargo Institutional Treasury Plus MMF	11,896	22.09	1.0%
Total Investments	\$ 1,231,338	\$ 2,273.20	100.0%

Weighted average of the investment fund yields is approximately 2.18%.

Electric Reliability Council of Texas, Inc.
Summary of US Treasury Obligation Portfolio Results
As of December 31, 2018
(\$ in 000's)

Maturity Date	Purchase Price		Discount		Accrued Interest	Coupon Rate	Yield	Duration
02/28/19	\$	6,975	\$	25	\$ 35.68	1.50%	2.33%	0.15
05/31/19		9,935		65	13.19	1.50%	2.46%	0.41
06/30/19		12,854		146	0.36	1.00%	2.49%	0.49
07/31/19		13,805		195	51.26	0.88%	2.54%	0.57
08/31/19		12,885		115	71.78	1.63%	2.59%	0.66
09/30/19		12,888		112	58.13	1.75%	2.61%	0.74
11/30/19		11,538		158	15.42	1.50%	2.68%	0.91
12/15/19		6,995		83	4.55	1.50%	2.64%	0.94
01/31/20		11,771		229	62.77	1.25%	2.73%	1.08
Total Investments	\$	99,646	\$	1,128	\$ 313.13		2.57%	0.67