



Item 5.6: Policy on Independent Auditor Selection

Sean Taylor
Controller

Finance & Audit Committee Meeting

ERCOT Public
February 11, 2019

Independent Auditor Selection

Finance & Audit Committee Charter Requirement

- The Committee shall establish the Company's policies relating to the solicitation and engagement for independent audit services.

Policies

- Audit Firm Rotation: Select audit firms based on competitive solicitation rather than establish a mandatory audit firm rotation cycle.
- Competitive Solicitation: Solicit audit services at least every six years.
 - The RFP for independent audit services commencing with the 2015 Financial Statement Audit was issued January 2015.
 - Baker Tilly was selected as ERCOT's independent auditor and has been approved through the 2019 Financial Statement Audit, subject to annual Board approval.
- Engagement Partner Rotation: Require engagement partner rotation after no more than five years.
 - Aaron Worthman became the engagement partner beginning with the 2015 Financial Statement Audit.