



Item 7.2: Periodic Report on Investments

Leslie Wiley
Treasurer

Finance & Audit Committee

ERCOT Public
April 8, 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 February 28, 2019
(\$ in 000's)

		<u>Balance</u>		<u>Interest Earned</u>
Investment Funds (Note 1 & Note 2)	\$	1,242,726	\$	2,163.42
		<u>Price</u>		<u>Accrued Interest</u>
US Treasury Obligation Portfolio (Note 3)	\$	99,755	\$	229.13

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 2.26%
- Note 3: Current yield on the bond portfolio is 2.52% with a duration of .51.
- 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 February 28, 2019

(\$ in 000's)

Investment Funds	Balance	Interest Earned	Percentage of Portfolio
BlackRock Institutional T-Fund (60) MMF	\$ 44,746	\$ 77.99	3.6%
BlackRock Institutional Treasury Trust Fund MMF	51,098	88.66	4.1%
Dreyfus Treasury Prime Cash Management MMF	82,279	159.43	6.6%
Federated Fund 068 Treasury Obligations Fund	37,503	66.36	3.0%
Federated Fund 0125 US Treasury Cash Reserves Fund	56,502	97.59	4.5%
Fidelity 680 Institutional MMF: Treasury Only Portfolio	76,611	125.03	6.2%
Fidelity 695 Institutional MMF: Treasury Portfolio	18,019	196.40	1.4%
First Amer Treas Oblig/CI Z	103,987	148.66	8.4%
Goldman Sachs Treasury Instruments Fund 506	97,713	168.94	7.9%
Invesco Institutional Treasury Portfolio	98,798	190.86	8.0%
JP Morgan Chase US Treasury Plus MM Fund	103,400	170.17	8.3%
Morgan Stanley Fund 8304 Treasury	103,341	61.71	8.3%
State Street Global Advisors Institutional Treasury MMF	87,099	273.53	7.0%
UBS Select Treasury Preferred Fund 46	97,231	89.25	7.8%
Western Asset Institutional US Treasury Reserves	96,306	96.93	7.7%
Wells Fargo 100% Treasury MMF	76,166	131.38	6.1%
Wells Fargo Institutional Treasury Plus MMF	11,926	20.52	1.0%
Total Investments	\$ 1,242,726	\$ 2,163.42	100.0%

Weighted average of the investment fund yields is approximately 2.26%.



Electric Reliability Council of Texas, Inc.
Summary of US Treasury Obligation Portfolio Results
As of February 28, 2019
(\$ in 000's)

Maturity Date	Purchase Price	Discount	Accrued Interest	Coupon Rate	Yield	Duration
05/31/19	\$ 9,935	\$ 65	\$ 37.50	1.50%	2.45%	0.25
06/30/19	12,854	146	21.55	1.00%	2.47%	0.33
07/31/19	13,805	195	9.81	0.88%	2.51%	0.50
08/31/19	12,885	115	0.57	1.63%	2.55%	0.50
08/31/19	11,855	121	0.52	1.00%	2.56%	0.50
08/31/19	6,999	53	-	1.00%	2.51%	0.50
09/30/19	12,888	112	95.00	1.75%	2.54%	0.57
11/30/19	11,538	158	43.86	1.50%	2.55%	0.73
12/15/19	6,995	83	20.32	1.38%	2.54%	0.78
Total Investments	\$ 99,755	\$ 1,048	\$ 229.13		2.52%	0.51