



## **Item 6.2: Periodic Report on Investments**

*Leslie Wiley*  
Treasurer

Finance & Audit Committee Meeting

ERCOT Public  
August 12, 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 June 30, 2019**  
(\$ in 000's)

		<b>Balance</b>		<b>Interest Earned</b>
<b>Investment Funds</b> (Note 1 & Note 2)	\$	1,300,107	\$	2,394.72
		<b>Price</b>		<b>Accrued Interest</b>
<b>US Treasury Obligation Portfolio</b> (Note 3)	\$	99,580	\$	335.29

**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 2.22%
- Note 3: Current yield on the bond portfolio is 2.09% with a duration of .22.
- 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 June 30, 2019**  
(\$ in 000's)

<b>Investment Funds</b>	<b>Balance</b>	<b>Interest Earned</b>	<b>Percentage of Portfolio</b>
BlackRock Institutional T-Fund (60) MMF	\$ 44,788	\$ 82.68	3.4%
BlackRock Institutional Treasury Trust Fund MMF	51,393	93.14	4.0%
Dreyfus Treasury Prime Cash Management MMF	97,608	174.58	7.5%
Federated Fund 068 Treasury Obligations Fund	38,127	70.19	2.9%
Federated Fund 0125 US Treasury Cash Reserves Fund	71,785	129.69	5.5%
Fidelity 680 Institutional MMF: Treasury Only Portfolio	76,866	141.92	5.9%
Fidelity 695 Institutional MMF: Treasury Portfolio	18,157	34.05	1.4%
First Amer Treas Oblig/CI Z	92,464	176.02	7.1%
Goldman Sachs Treasury Instruments Fund 506	104,408	188.75	8.0%
Invesco Institutional Treasury Portfolio	106,374	187.66	8.2%
JP Morgan Chase US Treasury Plus MM Fund	109,531	204.29	8.4%
Morgan Stanley Fund 8304 Treasury	103,496	204.39	8.0%
State Street Global Advisors Institutional Treasury MMF	84,212	160.41	6.5%
UBS Select Treasury Preferred Fund 46	107,752	197.16	8.3%
Western Asset Institutional US Treasury Reserves	96,675	174.58	7.4%
Wells Fargo 100% Treasury MMF	45	0.08	0.0%
Wells Fargo Institutional Treasury Plus MMF	96,426	175.14	7.4%
<b>Total Investments</b>	<b>\$ 1,300,107</b>	<b>\$ 2,394.72</b>	<b>100.0%</b>

Weighted average of the investment fund yields is approximately 2.22%.



**Electric Reliability Council of Texas, Inc.**  
**Summary of US Treasury Obligation Portfolio Results**  
**As of June 30, 2019**  
(\$ in 000's)

<b>Maturity Date</b>	<b>Purchase Price</b>		<b>Discount</b>		<b>Accrued Interest</b>	<b>Coupon Rate</b>	<b>Yield</b>	<b>Duration</b>
06/30/19	\$	12,854	\$	146	\$ 65.36	1.00%	2.00%	0.01
07/31/19		13,805		195	51.10	0.88%	2.00%	0.08
08/31/19		12,885		115	70.61	1.63%	2.20%	0.17
08/31/19		18,855		174	63.60	1.00%	2.20%	0.17
09/30/19		12,888		112	57.19	1.75%	2.08%	0.25
11/30/19		11,538		158	14.86	1.50%	2.09%	0.41
11/30/19		9,760		65	8.32	1.00%	2.09%	0.41
12/15/19		6,995		83	4.25	1.38%	2.02%	0.45
<b>Total Investments</b>		99,580	\$	1,048	\$ 335.29		2.09%	0.22