



Item 5.6: Policy on Independent Auditor Selection

Sean Taylor

Vice President and Chief Financial Officer

Finance & Audit Committee Meeting

ERCOT Public

February 11, 2020

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.
 - Later this year, we will issue an RFP for the next series of independent audit services.
- Engagement Partner Rotation: Require engagement partner rotation after no more than five years for the Financial Statement Audit.
 - Aaron Worthman became the engagement partner beginning with the 2015 Financial Statement Audit.
 - Jeff Gendreau will be the engagement partner beginning with the 2020 Financial Statement Audit.

