



Item 5: Retirement of Credit Work Group

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Reliability and Markets Committee Meeting

ERCOT Public

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Reliability and Markets Committee Request

Why this is being presented today:

- Provide background information on the creation of the Credit Work Group (CWG)
- Upon resolution of Technical Advisory Committee (TAC) Structural and Procedural Review, summary of expected steps to transition the CWG from the Board of Directors (Board) to the TAC
- Future Committee Action: Recommendation to the Board that the existing CWG should be retired

Past Direction regarding Credit Work Group

March 2022

Board creates R&M Committee; reassigns market credit oversight from F&A Committee

May 2022

R&M and HR&G Committee Chairs request TAC to conduct Structural and Procedural Review, including role of CWG

August 2022

TAC reports that it will take on role of CWG if R&M Committee elects to disband CWG

April 2022

R&M Committee requests reporting on market credit by ERCOT staff directly rather than CWG

June 2022

F&A Committee approves revised Charter removing market credit oversight responsibilities

Board Vote to Disband (after conclusion of TAC Structural and Procedural Review)

CWG was established by the Board (2004), which assigned it to report to the F&A Committee

Board action required to retire CWG (R&M Committee to vote on Board recommendation)

Upon retirement, TAC can form new CWG, reporting to TAC, and approve new CWG Charter based upon existing CWG Charter