



## **Item 5.2: Periodic Report on Investments – REVISED**

*Sean Taylor*

Vice President and Chief Financial Officer

Finance and Audit Committee Meeting

ERCOT Public

October 18, 2022

Revised 10/13/2022 to correct an amount on slide 3

# 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 ERCOT Inc. 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. No Treasury Obligation Portfolio as of 8/31/2022. The Portfolio was opened on 9/6/22.
The investment funds are not listed in the divestment provisions as outlined in Texas Government Code Chapter 809.	Yes. One fund for Securitization N was on the Comptroller divestment list published in August 2022. That fund was closed on 8/26/22.



**Electric Reliability Council of Texas, Inc.**  
**Investment Compliance**  
**August 31, 2022**  
(\$ in 000's)

	Average Daily Balance	Funds Held at Trustee	Yield	Monthly Investment Income
<b>ERCOT Inc.</b>	\$ 3,487,440	\$ -	1.93%	\$ 5,794
<b>Texas Electric Market Stabilization Funding M LLC</b>	\$ 16,894	\$ 7,767	2.03%	\$ 38
<b>Texas Electric Market Stabilization Funding N LLC</b>	\$ -	\$ 22,903	2.09%	\$ 16

**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 ERCOT Inc. fund.
- Credit analysis reviewed by Investment Officers.
- Each fund has assets under management of at least \$1 billion.
- United States Treasury Obligation Portfolio reviewed by Investment Officers.
- There have been no direct investments in any of the institutions listed in the divestment provisions as outlined in Texas Government Code
- The investment funds are not listed in the divestment provisions as outlined in Texas Government Code Chapter 809.

Signature on File

Sean Taylor Vice President and CFO

Note: Investment monthly holdings are available for review upon request.



**Electric Reliability Council of Texas, Inc.  
Summary of Investment Fund Results**

**August 31, 2022**

(\$ in 000's)

<b>Investment Funds</b>	<b>Average Daily Balance</b>	<b>Yield</b>	<b>Monthly Investment Income</b>	<b>Percentage of Portfolio</b>
Allspring 100% Treasury Money Market Fund (Admin)	\$ 38,090	1.70%	\$ 55	1.1%
Allspring Treasury Plus Money Market Fund (Institutional)	235,460	1.95%	391	6.8%
BlackRock Institutional T-Fund (60) MMF	269,956	2.01%	461	7.7%
BlackRock Institutional Treasury Trust Fund MMF	13,476	1.80%	21	0.4%
Dreyfus Treasury Prime Cash Management MMF	258,717	1.75%	382	7.4%
Federated Fund 0125 US Treasury Cash Reserves Fund	73,076	1.78%	111	2.1%
Federated Fund 068 Treasury Obligations Fund	187,827	2.10%	335	5.4%
Fidelity 680 Institutional MMF: Treasury Only Portfolio	32,151	1.95%	53	0.9%
Fidelity Investments Money Market Treasury Portfolio (Class I)	224,751	2.10%	400	6.4%
First Amer Treas Oblig/CI Z	283,181	2.05%	493	8.1%
Goldman Sachs Treasury Instruments Fund 506	249,849	1.75%	368	7.2%
Invesco Institutional Treasury Portfolio	286,381	2.12%	515	8.2%
JPMorgan U.S. Treasury Plus Money Market Fund (Institutional)	262,336	1.95%	434	7.5%
Morgan Stanley Fund 8304 Treasury	275,135	2.04%	477	7.9%
State Street Global Advisors Institutional Treasury MMF	258,614	1.97%	431	7.4%
UBS Select Treasury Preferred Fund 46	269,435	2.03%	464	7.7%
Western Asset Institutional US Treasury Reserves	269,006	1.78%	404	7.7%
<b>Total Investments</b>	<b>\$ 3,487,440</b>	<b>1.93%</b>	<b>\$ 5,794</b>	<b>100.0%</b>



**Texas Electric Market Stabilization Funding M LLC**  
**Summary of Investment Fund Results**  
**August 31, 2022**

<b>Investment Funds</b>	<b>Ending Balance</b>	<b>Yield</b>	<b>Monthly Investment Income</b>	<b>Percentage of Portfolio</b>
Allspring Treasury Plus Money Market Fund (Institutional)*	\$ 4,006	2.00%	\$ 7	16.2%
BlackRock Liquidity Funds: T-Fund	3,259	2.01%	6	13.2%
First Am Treas Ob Fund*	3,762	2.12%	3	15.3%
Invesco Treasury Portfolio	3,108	2.09%	6	12.6%
JPMorgan U.S. Treasury Plus Money Market Fund (Institutional)	4,010	1.92%	7	16.3%
Morgan Stanley Institutional Liquidity Funds: Treasury Portfolio	3,358	2.04%	6	13.6%
UBS Select Treasury Preferred Fund	3,158	2.03%	5	12.8%
<b>Total Investments</b>	<b>\$ 24,661</b>	<b>2.03%</b>	<b>\$ 38</b>	<b>100.0%</b>

\*Fund held at the Trustee

**Texas Electric Market Stabilization Funding N LLC**  
**Summary of Investment Fund Results**  
**August 31, 2022**

<b>Investment Funds</b>	<b>Ending Balance</b>	<b>Yield</b>	<b>Monthly Investment Income</b>	<b>Percentage of Portfolio</b>
Dreyfus Treasury Agency Csh Mgmt * (Closed on 8/26)	\$ -	2.17%	\$ 5	0.0%
Invesco Treasury Portfolio Institutional *	12,324	2.16%	8	53.8%
JPMorgan TR I 100 US TR Cap *	10,579	1.94%	3	46.2%
<b>Total Investments</b>	<b>\$ 22,903</b>	<b>2.09%</b>	<b>\$ 16</b>	<b>100.0%</b>

\*Fund held at the Trustee