



Item 6.2: Review of Financial Institutions that are Market Participants

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Treasurer

Finance and Audit Committee Meeting

ERCOT Public
February 26, 2024

Finance and Audit Committee Request

- **Purpose**

- To provide the Finance and Audit (F&A) Committee the required annual charter item reviewing the Qualified Financial Institutions that are market participants

- **Voting Items / Requests**

- No action is requested of the F&A Committee or Board; for discussion only

Key Takeaway

- In November 2006, the ERCOT Board of Directors passed a resolution to allow ERCOT to use Qualified Financial Institutions that are market participants so long as any such Qualified Financial Institution has signed a confidentiality agreement acceptable to ERCOT. The Board further required disclosure to the F&A Committee of ERCOT's relationships with any such Qualified Financial Institutions

Qualified Financial Institutions that are Market Participants

The table below lists the five Qualified Financial Institutions ERCOT utilizes that also have ownership interests in Market Participants. In accordance with the Board resolution, all the institutions have a confidentiality agreement in place

Qualified Financial Institution	Market Participant
Bank of America, N.A. or affiliate	Merrill Lynch Commodities Inc.
Citigroup Global Markets, Inc.	Citigroup Energy, Inc.
Goldman Sachs Asset Management LP	J Aron and Company
JPMorgan Chase, N.A. or affiliate	JP Morgan Chase Bank NA
Morgan Stanley Distribution, Inc.	Morgan Stanley Capital Group, Inc.

Note: ERCOT's 401(k) does not fall under these restrictions and may or may not have mutual fund options that may include institutions not noted here

Key Takeaway: The five Qualified Financial Institutions that are Market Participants have the required confidentiality agreement in place

Qualified Financial Institutions which are not Market Participants

The table below lists the Qualified Financial Institutions ERCOT utilizes which do not have an ownership interest in Market Participants. While not required by the Board resolution, these are listed for transparency

Qualified Financial Institution

Allspring Global Investments

BlackRock, Inc.

Dreyfus Corporation (BNY Mellon Asset Management)

Federated Investors, Inc.

Fidelity Investments Institutional Services Co. Inc.

First American

Invesco Distributors, Inc.

State Street Global Advisors

UBS Global Asset Management

Union Bank N.A.

U.S. Bank

Western Asset Management Company

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