Credit Risk Finance Group 19 Jan 2024 Monthly Meeting minutes

1. Antitrust Admonition // Zaldy Zapanta

2. CFSG Leadership (Vote) // ERCOT Staff

Chair and Vice

Brenden Sager and Loretto Martin

By acclamation; Feb TAC will vote

3. Annual Review of CFSG Charter // CFSG Chair

Remove TAC’s annual approval; TAC will only vote on charter changes

4. Approval of Minutes (Vote) // CFSG Chair

Combo ballot

5. M-A122123-01 Implementation of payment processing system // Sanchir Dashnyam

Sent market notice a month ago

Important thing for credit; day before due date as long as it’s received by 10a

Been receiving late postings for ACL

Include DUNS number in wire

Cash returns – automated notification

End of April – notification

Lori Williams BTU commented

5p deadline, for Day Ahead market the day before

3p on lock date for CRR

430 central for same day (book transfer)

6. NPRR1205, Revisions to Credit Qualification Requirements of Banks and Insurance Companies (Possible Vote) // Sanchir Dashnyam

NPRR proposes to increase ratings and limits

Luminant comments:

Other ISO’s have higher ratings but no limits

Benefit of concentration limits

Sanchir Dashnayam, ERCOT

Recent freeze resulted in several breaches

Already a few issuers in breach

Seth Cochran, DC Energy

Seen worst of high rate environment

Check on interest rate risk

7. EAL Change Proposals // Sanchir Dashnyam

Looking at netting proposals with RT and DA

8. Standard Review of NPRRs for Credit Impacts (Vote) // Zaldy Zapanta

Combo Ballot

9. ERCOT Updates // Credit Exposure // Zaldy Zapanta

Regular monthly updates. Will include slide on concentration limits in the future.

10. New Business // CFSG Chair

None

Adjourn

CFSG Chair