

**THE NEW YORK INDEPENDENT SYSTEM OPERATOR, INC.
MARKET PARTICIPANT AUDIT ADVISORY SUBCOMMITTEE MEETING**

**November 15, 2012
9:00 AM to 2:00 PM**

**Location: KCC Conference Center, 1A
10 Krey Blvd, Rensselaer, NY 12144**

Minutes

Member/Attendance List

Name	Company Representing	Sector	Voting Member	Non-Voting Member
<i>Attending Members</i>				
Kathy Logan (Chair)	USPowerGen	Other Suppliers	X	
Manny Cancel	Con Edison	Transmission Owners	X	
Rich DeJong	Iberdrola, USA	Transmission Owners	X	
Patrick Murray	National Grid	Transmission Owners	X	
Ed Ortlieb	Central Hudson	Transmission Owners	X	
Les Pardo	NYPA	Public Power	X	
Thomas Palczewski	Con Edison	Transmission Owners	X	
Zia Ahmed	NYISO			X
<i>Absent Members</i>				
Steve Sullivan	LIPA	Public Power	X	
<i>Visitors</i>				
Mark Capano	NYISO	n/a		
Lisa DeSocio	NYISO	n/a		
Jodi Crozzoli	NYISO	n/a		
Greg Marcincuk	NYISO	n/a		
Jim Romano	NYISO	n/a		
Catherine Fairweather	NYISO	n/a		

Meeting convened at 9:01 AM

1. Introductions

MPAAS members introduced themselves. Manny Cancel was attending from ConEdison.

2. Approval of Minutes from the prior Meeting

The minutes from the June 21, 2012 MPAAS meeting were approved as presented at the November 15, 2012 meeting.

3. Open Action Items

Action items from the June 21, 2012 meeting were discussed.

Mr. Marcincuk reported that the NYISO is discussing customer satisfaction with Market Participants through a Customer Focus Group. Mr. Marcincuk will provide you a contact name if you would like to be involved in the Customer Focus Group meetings.

Mr. Marcincuk reported that there has been no new activity on FERC Docket EL09-26-000 since the last MPAAS meeting. There was a brief discussion between members regarding FERC Docket EL09-26-000.

4. BAWG Activities – Review Big List

The Subcommittee held a general discussion regarding the October 10, 2012 Billing Issue Report (as presented to the Billing & Accounting Working Group on October 15, 2012).

5. General Business

a) Internal Audit Status Update

Mr. Marcincuk discussed that Internal Audit is working to complete the 2012 Audit plan and is beginning planning for the 2013 audits.

ACTION ITEM: Internal Audit will discuss the 2014 Audit Plan with MPAAS during the June 20, 2013 Meeting

b) DOE Funding and Project Updates

Mr. Marcincuk provided an overall description of the Smart Grid Investment Project and discussed the status of DOE funding, reimbursement, and budget.

6. NYISO MMU and MMA Audit Process Discussion

Mr. Marcincuk provided an overview of the process used by MMA and MMU to conduct investigations. There was a discussion between the Subcommittee members.

7. Audit Briefings for Completed Audits

Audit Briefings

- BRM Post-Implementation Audit - Interface Pricing
- BRM Post-Implementation Audit - ITC: PJM
- Disaster Recovery - Fail-Over Testing
- Oracle Database
- Installed Reserve Margin (IRM)
- System Modeling
- Credit Department - Credit Reforms
- NERC Spot Audit Continuous Assessment

8. NYISO Audit Plan 2013 – Update

The Subcommittee discussed and asked questions about the scope and objectives of specific audits included in the 2013 Audit Plan.

Ms. Logan recommended adding an audit regarding Buy-Side Market Power Mitigation to the 2013 Audit Plan. The Subcommittee members agreed.

ACTION ITEM: Mr. Marcincuk will work with the Director, Internal Audit to determine if an audit of Buy-Side Market Power Mitigation can be included in the 2013 Audit Plan.

9. Selection of new Chair and Vice-Chair

- a) Steve Sullivan of National Grid (representing LIPA) was elected as the 2013 MPAAS Chair

- b) Les Pardo of the New York Power Authority (NYPA) was elected as the 2013 MPAAS Vice-Chair

10. Set dates for 2013 Meetings

The 2013 MPAAS meeting dates were established -

Meeting #1: March 14, 2013 (NYISO Conference Center, Room 1A)

Meeting #2: June 20, 2013 (NYISO Conference Center, Room 1D)

Meeting #3: November 14, 2013 (NYISO Conference Center, Room 1D)

11. Any Other Business

MPAAS Members inquired when the 11/16/11 to 11/15/12 SOC 1 Report will be available. Mr. Marcincuk responded that the SOC 1 Report will be available in Mid-January 2013. MPAAS members inquired if the SOC 1 Report could be available any earlier in the future.

ACTION ITEM: Mr. Marcincuk will work with the appropriate parties to determine if moving the SOC 1 report to September 30 is possible.

ACTION ITEM: MPAAS Members will check with their external auditors to understand if a September 30 SOC 1 scope period end date is acceptable.

12. Adjourn

The meeting was adjourned at 12:10 PM