

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

**November 17, 2011  
9:00 AM to 2:00 PM**

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

FINAL Minutes

**Member/Attendance List**

<b>Name</b>	<b>Company Representing</b>	<b>Sector</b>	<b>Voting Member</b>	<b>Non-Voting Member</b>
<b><i>Attending Members</i></b>				
Kenneth Taylor ( <i>Chair</i> )	National Grid	Transmission Owners	X	
Rich DeJong	Iberdrola, USA	Transmission Owners	X	
Kathy Logan	USPowerGen	Other Suppliers	X	
Patrick Murray	National Grid	Transmission Owners	X	
Ed Ortlieb	Central Hudson	Transmission Owners	X	
Thomas Palczewski	Con Edison	Transmission Owners	X	
Les Pardo	NYPA	Public Power	X	
Steve Sullivan	LIPA	Public Power	X	
Zia Ahmed	NYISO	n/a		X
<b><i>Absent Members</i></b>				
None				
<b><i>Visitors</i></b>				
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 9:00 AM**

### **1. KPMG SSAE 16 / SOC 1 Presentation**

Mr. Rajapakse from KPMG provided a presentation on the NYISO's 2011 SSAE 16 / SOC 1 Engagement.

**Action Item:** Mr. Marcincuk will send a hyperlink to the SSAE 16 / SOC 1 Report request page located on the NYISO webpage. The webpage can be used to request a copy of the 2011 SOC 1 Report.

[http://www.nyiso.com/public/markets\\_operations-services-customer\\_support-auditrequest-index.jsp](http://www.nyiso.com/public/markets_operations-services-customer_support-auditrequest-index.jsp)

**Action Item:** Mr. Marcincuk will send MPAAS Members a copy of the KPMG presentation after approval by the KPMG Partner.

### **2. Introductions of new MPAAS Members**

All attendees provided a brief description of their affiliations, background, and experience.

There were two new members in attendance - Tom Palczewski (representing Con Ed) and Pat Murray (representing National Grid).

### **3. Approval of Minutes from the prior Meeting**

The minutes from the June 23, 2011 MPAAS meeting were approved as presented at the November 17, 2011 meeting.

### **4. Open Items**

All action items from the June 23, 2011 MPAAS meeting were closed.

There was a brief discussion between members regarding FERC Docket EL09-26-000.

### **5. BAWG Activities - Update**

The Subcommittee held a general discussion of the November 11, 2011 Billing Issue Report (as presented to the Billing & Accounting Working Group on November 17, 2011)

## **6. General Business**

### Internal Audit Status Update

Mr. Ahmed informed the Subcommittee that Internal Audit is in the process of hiring a new staff member.

### Senior Management Staffing Changes

Mr. Marcincuk discussed that the Vice President of Operations and Director of Information Technology positions were filled since the last MPAAS meeting.

Mr. Pardo inquired if NYISO has a succession plan. Mr. Ahmed discussed NYISO's succession planning process.

### MPAAS Membership List Update

Mr. Taylor asked each member to review the membership list for accuracy.

## **7. DOE Funding Update**

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

## **8. Audit Briefings for Completed Audits**

### Audit Briefings

- Operations Analysis & Services
- Data Warehousing Appliance
- Software Licensing
- Day-Ahead Scheduling
- Real-Time System Scheduling
- External Transactions
- Demand Response Programs
- Transmission Congestion Contracts
- Physical Security
- IT Operations
- NERC Spot Audit Prep
- Market Information Systems
- Bidding
- Customer Settlements
- Out-of-Merit

## **9. NYISO Audit Plan 2012 - Update**

Mr. Ahmed provided a description of NYISO's Annual Risk Assessment and Audit Planning Processes. There was a brief discussion regarding those processes.

## **10. Selection of new Chair and Vice Chair**

Kathy Logan (representing USPowerGen) was selected as the 2012 Chair and Steve Sullivan (representing LIPA) was selected as the 2012 Vice Chair.

## **11. Other Business**

None

## **12. Next Meeting**

The next meeting is scheduled for Thursday, March 29, 2012 at 9AM.

## **13. Adjourn**

The meeting was adjourned at 12:09 PM