

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

**June 23, 2011
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>				
Kenneth Taylor (<i>Chair</i>)	National Grid	Transmission Owners	X	
Rich DeJong	Iberdrola, USA	Transmission Owners	X (phone)	
Kathy Logan	US Power Gen	Other Suppliers	X (phone)	
Les Pardo	NYPA	Public Power	X	
Steve Sullivan	LIPA	Public Power	X	
Zia Ahmed	NYISO	n/a		X
<i>Absent Members</i>				
John Heaphy (<i>Vice Chair</i>)	Con Edison	Transmission Owners	X	
Ed Ortlieb	Central Hudson	Transmission Owners	X	
<i>Visitors</i>				
Lisa Chandler	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. Approval of Minutes from the prior Meeting

The minutes from the March 31, 2011 MPAAS meeting were approved as presented at the June 23, 2011 meeting.

2. Open Items

All action items from the March 31, 2011 MPAAS meeting were closed.

Mr. Marcincuk provided a brief overview of BIG issues 434 and 435. Mr. Marcincuk also discussed the level of QA testing performed by NYISO related to software deployments.

Mr. Marcincuk discussed the inclusion of ICAP and Station Power on the weekly consolidated invoice.

Action Item: Mr. Marcincuk will follow up with Mr. Ortlieb to discuss the inclusion of ICAP and Station Power on the weekly consolidated invoice.

Mr. Marcincuk discussed the closure of customer service inquiries opened by Astoria Power Company through NYISO's Customer Relations Department.

3. BAWG Activities - Update

The Subcommittee held a general discussion of the June 14, 2011 Billing Issue Report (as presented to the Billing & Accounting Working Group)

Mr. Pardo inquired as to when FERC is expected to rule on EL09-26-000 (NYSEG petitions FERC for a Declaratory Order requiring NYISO to rebill certain energy charges due to metering errors dating back to 1999. The incorrect charges totaled approximately \$20 million dollars).

Action Item: Mr. Marcincuk follow up after the meeting to see if there is a potential date for FERC's ruling on EL09-26-000.

4. General Business

Internal Audit Status Update

Mr. Ahmed informed the Subcommittee that Catherine Fairweather joined the Internal Audit Department in May 2011. Ms. Fairweather was previously employed at GE Finance.

Senior Management Staffing Changes

Mr. Ahmed discussed that there were no Senior Management staffing changes since the last MPAAS meeting. In addition, Mr. Ahmed discussed the addition of a Director of Market Mitigation & Analysis in June 2011.

5. DOE Funding Update

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

6. Audit Briefings for Completed Audits (March 2011 to June 2011)

Audit Briefings

- Wind Management
- Identity & Access Management
- Ranger Platform Design Evolution
- E-mail
- Web Application
- Market Analysis
- Settlements

7. Update of the Internal Audit Plans

Mr. Ahmed provided an update on the July 2010 to June 2011 Audit Plan. Mr. Ahmed also provided an update on the July 2011 to December 2011 Audit Plan.

Mr. Ahmed commented that Internal Audit is currently developing its 2012 audit plan.

Action Item: Mr. Marcincuk will circulate the draft 2012 draft audit plan to MPAAS for input.

8. Other Business

SSAE16

Mr. Marcincuk discussed the status of the 11/16/10 to 11/15/11 SSAE 16 Report. In addition, Mr. Marcincuk provided a brief overview of the change to weekly invoices and its impact on the SSAE 16 Report.

9. Next Meeting

The next meeting is scheduled for Thursday, November 17, 2011 at 9AM.

10. Adjourn

The meeting was adjourned at 11:10 AM