

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

**March 14, 2013  
9:00 AM to 2:00 PM**

**Location: KCC Conference Center, 1A  
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>				
Steve Sullivan (Chair)	LIPA	Public Power	X	
Les Pardo (Vice Chair)	NYPA	Public Power	X	
Kathy Logan	USPowerGen	Other Suppliers	X (Phone)	
Manny Cancel	Con Edison	Transmission Owners	X	
Rich DeJong	Iberdrola, USA	Transmission Owners	X	
Ed Ortlieb	Central Hudson	Transmission Owners	X	
<b><i>Absent Members</i></b>				
Patrick Murray	National Grid	Transmission Owners	X	
<b><i>Visitors</i></b>				
Mark Capano	NYISO	n/a		
Lisa DeSocio	NYISO	n/a		
Jodi Crozzoli	NYISO	n/a		
Greg Marcincuk	NYISO	n/a		
Catherine Fairweather	NYISO	n/a		

## **Meeting convened at 9:03 AM**

### **1. Introductions**

None. There were no new members in attendance.

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

The minutes from the November 15, 2012 MPAAS meeting were approved with a few changes.

### **3. Open Action Items**

All action items from the November 15, 2012 were closed.

Mr. Marcincuk reported that FERC denied NYSEG's request to open invoices dating back to 1999 (FERC Docket EL09-26-000).

Mr. Marcincuk reported that the NYISO's SSAE 16/SOC 1 scope period was changed, based on input and support from MPAAS. The upcoming SOC 1 scope period will be from November 16, 2012 to September 30, 2013. The following year will have a scope period of October 1, 2013 to September 30, 2014.

### **4. BAWG Activities – Review Big List**

The Subcommittee held a general discussion regarding the February 18, 2013 Billing Issue Report (as presented to the Billing & Accounting Working Group on February 22, 2013). There were no specific questions or comments.

### **5. General Business**

#### **a) Internal Audit Status Update**

Mr. Marcincuk informed MPAAS that the Director of Internal Audit left the NYISO on February 13, 2013.

Mr. Marcincuk discussed that Internal Audit completed the 2012 Audit Plan and is working on the 2013 Audit Plan. In addition, Internal Audit is beginning the 2013 Annual Risk Assessment, which will lead to the development of the 2014 Audit Plan.

**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. Audit Briefings for Completed Audits**

### Audit Briefings

- Network Model
- Outage Scheduling Process
- Rate Schedule 2 – Voltage Support
- Demand Response Programs (Special Case Resource)
- Enterprise Security
- Quality Assurance
- Networks & Service Desk: NAC Appliance
- Windows Domain Controllers
- Customer Settlements
- Procurement
- Corporate Incentive Goals
- Long-Term Incentive Program
- SSAE 16 / SOC 1 Annual Update and Testing
- NERC CIP Audit Continuous Assessment
- FERC-required Market Problems Audit

## **7. Any Other Business**

Mr. Marcincuk noted that the NYISO's SSAE 16 / SOC 1 Auditors, KPMG, are scheduled to attend the next MPAAS meeting on June 20, 2013. KPMG will be rotating in a new lead partner, John Razos, for the current SOC 1 Audit. Mr. Razos is expected to attend the next MPAAS meeting.

## **8. 2013 Meeting Schedule**

- ~~March 14, 2013 – 9AM – NYISO Conference Center 1A~~
- June 20, 2013 – 9AM – NYISO Conference Center 1D
- November 14, 2013 – 9AM – NYISO Conference Center 1D

## **9. Adjourn**

The meeting was adjourned at 11:15 AM