

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

**June 21, 2012  
9:00 AM to 2:00 PM**

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

**Minutes – FINAL APPROVED**

**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>				
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	
Steve Sullivan	LIPA	Public Power	X	
Zia Ahmed	NYISO	n/a		X
<b><i>Absent Members</i></b>				
Kathy Logan (Chair)	USPowerGen	Other Suppliers		
Thomas Palczewski	Con Edison	Transmission Owners		
<b><i>Visitors</i></b>				
Jessica Caserto	Central Hudson	Transmission Owners		
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 8:55 AM**

### **1. Introductions**

MPAAS members introduced themselves. Jessica Caserto was attending as visitor from Central Hudson.

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

The minutes from the March 22, 2012 MPAAS meeting were approved as presented at the June 21, 2012 meeting.

### **3. KPMG – Update on SOC1 Report**

Rich Hannmann from KPMG provided an update on the 2012 SOC 1 Report.

### **4. Open Action Items**

All action items from the March 22, 2012 were discussed.

Mr. Marcincuk reported that the NYISO is discussing the Customer Satisfaction Improvement Plan with stakeholders at the Customer Focus Groups and will be taking it to the Committee Groups.

**ACTION ITEM:** Mr. Marcincuk will follow up with NYISO Customer Support to determine which Committees will be involved in the Customer Satisfaction Improvement Plan discussions.

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.

**ACTION ITEM:** Mr. Marcincuk will follow up on the status of FERC Docket EL09-26-000.

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

The Subcommittee held a general discussion regarding the May 14, 2012 Billing Issue Report (as presented to the Billing & Accounting Working Group on April 20, 2012).

## 6. General Business

### i. Internal Audit Status Update

Mr. Marcincuk requested input on the 2013 Audit Plan from the Committee. Mr. Ahmed provided a brief overview of the risk assessment and audit planning processes.

**ACTION ITEM:** Internal Audit will discuss the 2013 Audit Plan with MPAAS (during the November 15, 2012 meeting)

**ACTION ITEM:** Internal Audit will discuss the 2014 Audit Plan with MPAAS (during the June 2013 MPAAS Meeting)

## 7. 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.

## 8. Constellation Penalty

MPAAS members had a discussion regarding a penalty handed down by Federal Regulatory Energy Committee (FERC) to Constellation Energy Commodities Group Inc.

Mr. Marcincuk discussed that NYISO is working with FERC to determine the use of the allocated funds. NYISO has proposed to enhance its market re-run capabilities. The project is intended to make the NYISO's ability to re-run the Day-Ahead Market more efficient and also allow the NYISO the capability to re-run the Real-Time Market for any sequence of RTC/RTD intervals.

## 9. Audit Briefings for Completed Audits (January 2012 to date)

### Audit Briefings

- 2011 Sarbanes-Oxley Testing
- Broader Regional Markets – HQ on Dispatch – Post Implementation Audit

## 10. NYISO Audit Plan 2012 – Update on remaining audits

- Mr. Ahmed provided an update on the 2012 Audit Plan.

## 11. Any Other Business

- None

## **12. Next Meeting**

2012 meeting schedule -

Meeting #1: March 29, 2012 (NYISO Conference Center, Room 1A)

Meeting #2: June 21, 2012 (NYISO Conference Center, Room 1A)

Meeting #3: November 15, 2012 (NYISO Conference Center, Room 1A)

## **13. Adjourn**

The meeting was adjourned at 10:55 AM