

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

**March 19, 2015
9:00 AM to 2:00 PM**

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

Minutes

Member/Attendance List

Name	Company Representing	Sector	Voting Member	Non-Voting Member
<i>Attending Members</i>				
Rich DeJong (Chair)	Iberdrola, USA	Transmission Owners	X	
Brendan English (Vice Chair)	National Grid	Transmission Owners	X (Phone)	
Milan Shah	Con Edison	Transmission Owners	X	
Heather Welch	Central Hudson	Transmission Owners	X	
Martin Silverman	NYISO	NYISO Internal Audit		X
<i>Absent Members</i>				
Kathy Logan	USPowerGen	Other Suppliers	X	
Frank Deaton	NYPA	Public Power	X	
<i>Visitors</i>				
Randy Browne	NYISO	n/a		
Juliann Madara	NYISO	n/a		
Greg Marcincuk	NYISO	n/a		
Jonathan Newton	NYISO	n/a		
Celia Sieg	NYISO	n/a		

Meeting convened at 9:09 AM

1. Introductions

The Subcommittee members and visitors introduced themselves. Heather Welch of Central Hudson replaced Ed Ortlieb as Central Hudson's MPAAS representative.

2. Approval of Minutes from the prior Meeting

The minutes from the November 21, 2014 MPAAS meeting were approved with no changes.

3. Open Action Items

- None

4. BAWG Activities – Update

The Subcommittee held a general discussion regarding the February 17, 2015 Billing Issue Report (as presented to the Billing & Accounting Working Group on February 20, 2015).

5. SSAE 16 / SOC 1 Update

- Mr. Browne provided an update on the 2015 SOC 1 Audit. Mr. Browne discussed: 1) two new controls that will be added to the 2015 SOC 1 report as a result of the implementation of Coordinated Transaction Schedule (CTS) with PJM, and one control that will be modified; 2) the User Control Consideration (UCC) information, which will be expanded in the 2015 Report to cross-reference specific control objectives; and 3) that KPMG is scheduled to perform its first round of testing in May 2015.
- The Subcommittee held a discussion regarding the processes used by members to review SOC 1 reports.

6. NYISO Senior Management Changes

Mr. Marcincuk provided the following summary of Senior Management changes since the prior MPAAS meeting:

- Steve Whitley, NYISO President and CEO, announced that he will retire in mid-2016. The NYISO Board of Directors will conduct a nationwide search for the CEO position and consider both internal and external candidates.
- Richard Dewey has been promoted from Senior Vice President and Chief Information Officer to Executive Vice President, with responsibility for operations, information technology, and market structures.
- Thomas Rumsey has been promoted from Vice President of External Affairs to Senior Vice President of External Affairs, with responsibility for external affairs, media relations, corporate communications, government and regulatory affairs, stakeholder services, and strategic planning.
- Senior Vice President and Chief Operating Officer Rick Gonzales has been assigned the additional responsibilities of preparing the NYISO for the growing dependence on natural gas as well as the increasing penetration of renewable and distributed energy resources.
- Senior Vice President of Market Structures Rana Mukerji will be responsible for market design, demand response and system planning.
- Matt Anglin has been named Acting Vice President & Chief Information Officer.

7. Audit Briefings for Completed Audits (since 11/21/14 MPAAS Meeting)

Internal Audit staff provided an update on the audit work completed since the prior MPAAS meeting on 11/21/14:

- TCC Auction Audit
- NERC Reliability Standards Testing – Operations Audit
- New Capacity Zone Implementation Audit
- NERC CIP Standards Testing Audit
- Quality Assurance Audit
- Cyber Security Audit
- Invoice Processing Audit
- Corporate Incentive Goals Audit
- Long-Term Incentive Goals Audit
- FERC Order 1000 Consulting
- Broader Regional Markets Consulting
- iProcurement Consulting
- Electric-Gas Coordination Consulting
- External Quality Assessment Review (QAR) – Internal Audit provided an overview of the recently completed External QAR of NYISO IA

8. 2015 Meeting Schedule

- The 2015 meeting dates are:
 - ~~March 19, 2015~~
 - June 11, 2015
 - September 3, 2015 (*changed from September 10, 2015*)
 - November 12, 2015
- The Subcommittee agreed to change the September meeting date from September 10, 2015 to September 3, 2015.

9. Other Business

- None

10. Adjourn

- The meeting was adjourned at 12:17 PM