



CALIFORNIA ISO

# Status of the 6<sup>th</sup> Annual Scheduling Coordinators' Self-Audit

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Elaine Siegel  
Compliance Analyst  
Operations Data and Compliance



# Purpose of the SC Self-Audit

- To promote accuracy and integrity of the meter data provided to the ISO
- Implement the ISO Tariff Requirement (*MP Section 4.2.1*)

*“Each SC shall at least annually conduct (or engage an independent, qualified entity to conduct) audits and tests of the Metering Facilities of the SC Metered Entities that it represents and the Meter Data provided to the SC in order to ensure compliance with all applicable requirements of any relevant Local Regulatory Authority. SCs shall undertake any other actions that are reasonable[sic] necessary to ensure the accuracy and integrity of the Settlement Quality Meter Data provided by them to the ISO” .*



# Implementation

- On May 2, 2005, provided 21 SCs with an audit package
  - Package included audit plan guidelines, audit report guidelines and report content
  - Called all SCs and confirmed contact and audit plan due date
  - Highlighted the new Enforcement Protocol requirement (EP 6.3 Audit Materials)



# Implementation

- Reviewed and approved 21 audit plans
- Responded to questions; many dealt with sample size, auditor qualification, and data reconciliation reports
- Monitoring status through contact with the SCs throughout the process



# Audit Report Review Process

- After October 28, 2005 each audit report will be evaluated by two reviewers
- The reports will be evaluated for open items, audit findings, generic issues, good practices, and lessons learned
- A determination will be made on the SCs' compliance with the Tariff requirement (MP 4.2.1)



# Audit Report Review Results

## Audit Report Must Contain:

- Statement of auditor qualifications
- Results of testing performed
- SCs' Management's comments on audit findings
- Corrective actions taken to resolve and correct findings
- Statement of Compliance
  - *Statement from SC confirming compliance with MP 4.2.1*



# SC Self Audit

## Next Steps

- Review SCs' audit reports
- Identify and follow-up of:
  - Open Items
  - Audit Findings
  - Generic Issues
- Prepare Lessons Learned Report
- Present and issue Lessons Learned Report to ISO Audit Committee