

**GENERAL SESSION MINUTES  
AUDIT COMMITTEE MEETING  
June 28, 2016  
ISO Headquarters  
Folsom, California**

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**June 28, 2016**

The Audit Committee of the ISO Board of Governors convened the general session meeting at approximately 2:05 p.m. and the presence of a quorum was established.

**ATTENDANCE**

The following members of the Audit Committee were in attendance:

Ash Bhagwat, Chair  
Mark Ferron  
Dave Olsen

The following members of the executive team were also present at times throughout the meeting: Keith Casey, Mark Rothleder, Eric Schmitt, Roger Collanton, Stacey Crowley, Tom Doughty, Ryan Seghesio and Becky Regan

**GENERAL SESSION**

The following agenda items were discussed in general session:

**PUBLIC COMMENT**

There was no public comment offered at this time.

**DECISION ON GENERAL SESSION MINUTES**

Governor Olsen moved for approval of the Audit Committee's general session minutes for the March 24-25, 2016 meeting. The motion was seconded by Governor Bhagwat and approved 3-0.

**ACCEPTANCE OF FINANCIAL STATEMENT AUDIT**

Ryan Seghesio, Chief Financial Officer and Treasurer, informed the Audit Committee that Management had completed the annual financial statement process. Mr. Seghesio

provided highlights of the 2015 financial statements including highlights of the statements of revenues, expenses and changes in net position.

Sarah Tantawy, on behalf of PricewaterhouseCoopers, provided the Audit Committee with an overview of the results of the audit and stated the audit opinions were standard and unqualified. Ms. Tantawy reviewed the components of corporate financial statements and FERC Form No. 1 financial statements. She reviewed the difference between accounting required for the FERC Form No. 1, and the GASB reporting required for the ISO's annual financial statements, and provided an overview of the key audit areas. Ms. Tantawy concluded her presentation by reviewing external auditor required communications to the Audit Committee. She noted appreciation for the high level of commitment and cooperation of ISO staff throughout the process. Brief discussion followed.

## **Motion**

### **Governor Bhagwat:**

***Moved, that the Audit Committee of the ISO Board of Governors accepts the FERC Form No. 1 audit report, issued on April 15, 2016 by PricewaterhouseCoopers, as attached to the memorandum dated June 21, 2016; and***

***Moved, that the Audit Committee of the ISO Board of Governors accepts the financial statements audit report issued on April 20, 2016 by PricewaterhouseCoopers, as attached to the memorandum dated June 21, 2016.***

**The motion was seconded by Governor Olsen and approved 3-0.**

## **ADJOURNED**

There being no additional general session matters to discuss, the general session was adjourned at approximately 2:20 p.m.