



Item 6: Briefing on Major Compliance Activities in 2015

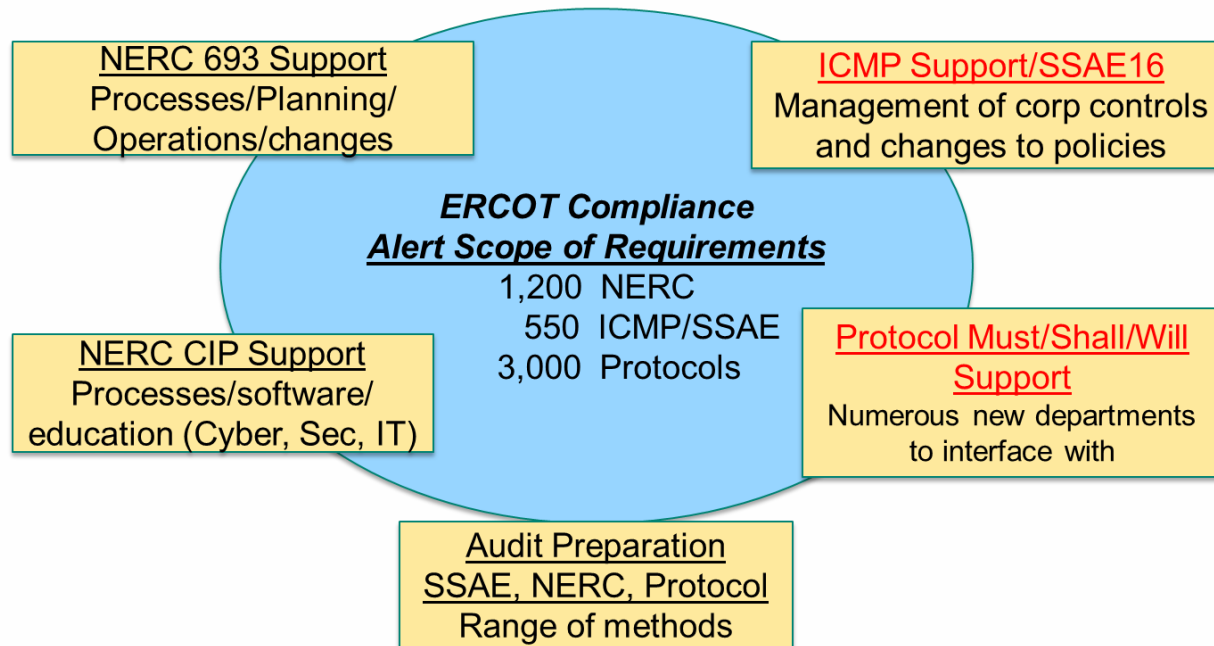
Matt Mereness
Compliance Director

Board of Directors Meeting
ERCOT Public
June 9, 2015

Update and Organization changes

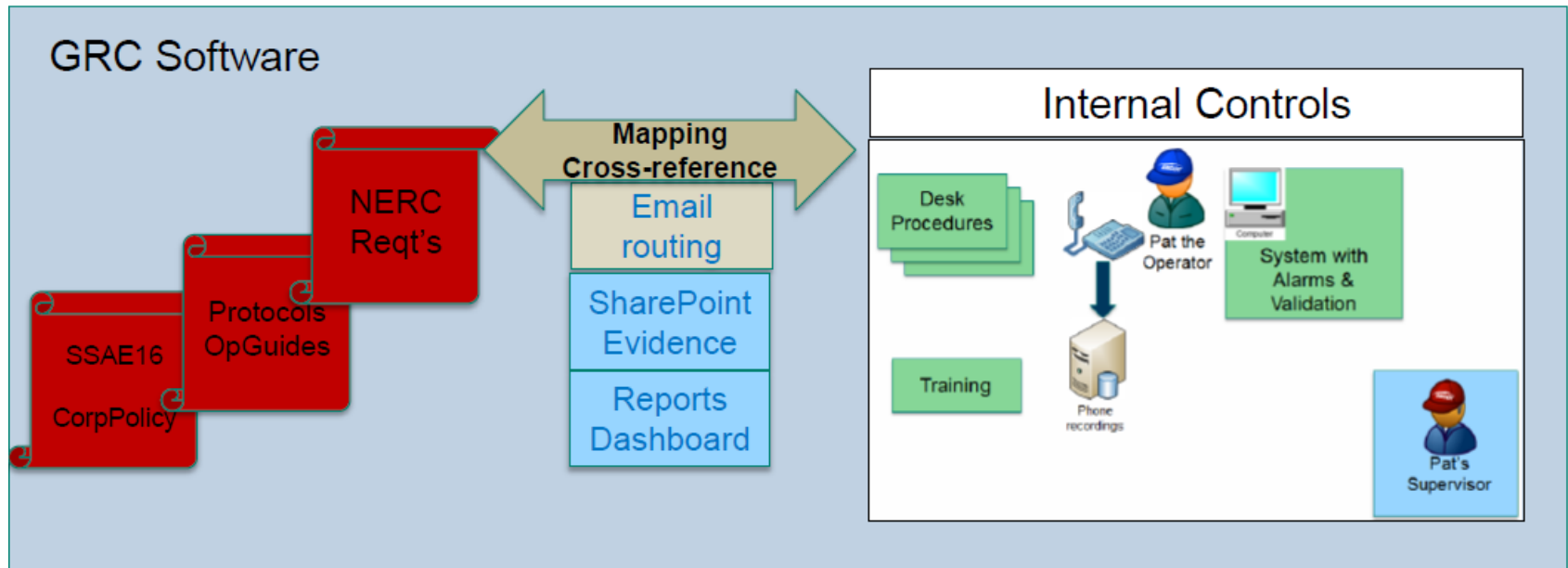
– Recent accomplishments/changes

- 2014 implemented “mapping” System Operations/Planning controls into a software tool for Governance, Risk, & Compliance System (GRC)
 - Converted a compliance “paper-trail” into an “electronic mapping” database
 - Connected requirements to owner of daily task/system (similar to a traceability exercise)
- Late 2014 management re-organization
 - Added Internal Controls Management Program (resulting in a single ERCOT Compliance organization)
 - Improved integration with Legal staff



Focus on Internal Controls

- **ERCOT implemented AlertEnterprise, a GRC system, to leverage:**
 - Centralized record of requirements in effect at a point in time
 - Inventory of controls for requirements
 - Mapping of requirements to controls
 - Programmable business process flows for running assessments and evidence



2015 Goals

– For 2015 there are three primary compliance efforts above daily activities

- 2015 initiated 12-month effort to map all must/shall/will in Protocols to internal controls
- 2015 CIP readiness activities in-flight (project support, business process changes)
- 2015 NERC/TexasRE audit onsite September 2015

1Q2015	2Q2015	3Q2015	4Q2015
Protocol mapping to Owner and Controls (Must/Shall/Will Reqts)			
CIP v5 Readiness (compliance April 1, 2016) Possible informal walk through in October 2015			
NERC 693 Audit (on-site Sept 2015)			