

## 2023 PEM AUDIT COMMITTEE WORK PLAN

ACTIVITY		PAC RESPONSIBILITY AND OUTPUT	Q1 2023	Q2 2023	Q3 2023	Q4 2023
1	Conduct WESM and Retail Market regular audit projects: • 4 <sup>th</sup> RMIA by 2023	Oversee audit project activities, present audit results, PAC Audit Report and software certificates				
	• 8 <sup>th</sup> Market Operations (MO) Audit by 2023					
2.1	Conduct WESM and Retail Market audit of all Other Market Systems based on approved schedules (subject to readiness for audit) • Audit of new or enhanced IEMOP systems ○ System enhancements to implement Reserve Market by 2023	Oversee audit project activities, present audit results, PAC Audit Report and software certificates				
	○ Quarterly NSS/NSD audit CY 2021					
	○ Quarterly NSS/NSD audit CY 2022-2023 <sup>7</sup>					
2.2	• Audit of new or enhanced PEMC governance systems <sup>6</sup> ○ MO Performance Monitoring System by 2023	Oversee audit project activities, present audit results, PAC Audit Report, and software certificates <sup>8</sup>				
	○ MSP Performance Monitoring System by 2023					
3	Address PEMC-related findings and recommendations during Market Operations Audits based on prescribed timelines	Monitor Auditee action plans to address audit findings and recommendations  Quarterly PAC Audit Assessment Report				
4	Develop the Guidelines in Engaging Independent Auditors and PEMC's Internal Audit Department (IAD) for the Conduct of Audits by 2023	PAC proposed Guidelines in Engaging Independent Auditor for Market Audits				
5	Update the Performance Management Framework for Market Operations by 2023 • Methodology for Updating MOPS • Revised MOPS	Comments and recommendations to draft methodology for updating MOPS  PAC proposed revised MOPS				
6	Submit MO Performance Reports to the PEM Board and the DOE based on prescribed timelines	Monitoring of MO performance  Annual and quarterly MO Performance Reports				
7	Submit Rules Change Proposals	Proposed amendments to Market Rules and Manuals, as may be applicable				
8	Submit Comments to the following as requested or required within specified timelines: • RCC Rule Change Proposals • DOE Circulars • ERC Issuances	Comments/recommendations to rules change proposals, draft DOE circulars and draft ERC issuances, as necessary				

<sup>7</sup> Target completion in 2024

<sup>8</sup> Subject to Guidelines for Engaging Independent Auditors for Market Audits that will be developed. See activity 4.