

## MEETING OF THE AUDIT COMMITTEE THE INDEPENDENT ELECTRICITY SYSTEM OPERATOR

**Tuesday, June 13<sup>th</sup>, 2017**

8:00 a.m. – 8:30 a.m. Light Breakfast in 16<sup>th</sup> Floor Boardroom  
120 Adelaide Street West, Toronto, Ontario

8:30 a.m. – 11:05 p.m. Audit Committee Meeting

### Highly Confidential

| Item                                                                               | Presenter                          | Time       | Target Time | Action      |
|------------------------------------------------------------------------------------|------------------------------------|------------|-------------|-------------|
| <b>INTRODUCTORY ITEMS</b>                                                          |                                    |            |             |             |
| 1. Approval of the Proposed Agenda                                                 | Carole Workman                     | 5 Minutes  | 8:30 – 8:35 | Decision    |
| 2. Declaration of Potential Conflicts                                              | Carole Workman                     | 5 Minutes  | 8:35 – 8:40 | Information |
| 3. Approval of April 11 <sup>th</sup> and May 9 <sup>th</sup> , 2017 Minutes       | Carole Workman                     | 5 Minutes  | 8:40 – 8:45 | Decision    |
| <b>CORPORATE FINANCIAL REPORTING</b>                                               |                                    |            |             |             |
| 4. Q1 2017 Results vs Budget                                                       | Lia Koscic                         | 5 Minutes  | 8:45 – 8:50 | Discussion  |
| 5. 2017 Forecast vs. Budget                                                        | Lia Koscic                         | 5 Minutes  | 8:50 – 8:55 | Discussion  |
| 6. Review Performance and Recommend Reappointment/Appointment of External Auditors | Susan Nicholson                    | 10 Minutes | 8:55 – 9:05 | Recommend   |
| 7. Introduction to Monthly Market Report                                           | Susan Nicholson                    | 5 Minutes  | 9:05 – 9:10 | Discussion  |
| <b>PENSION/TREASURY</b>                                                            |                                    |            |             |             |
| 8. Treasury Policy                                                                 | Anthony Martinello<br>Kim Marshall | 10 Minutes | 9:10 – 9:20 | Recommend   |
| 9. 2017 Pension Actuarial Valuation                                                | Anthony Martinello<br>AON Hewitt   | 10 Minutes | 9:20 – 9:30 | Recommend   |
| 10. Fair Hydro Credit Facility                                                     | Anthony Martinello                 | 10 Minutes | 9:30 – 9:40 | Recommend   |
| 11. 2017 Pension Contribution and SERP Allocation                                  | Olga Whiteley                      | 5 Minutes  | 9:40 – 9:45 | Recommend   |

| Item                                                                 | Presenter                                | Time       | Target Time   | Action      |
|----------------------------------------------------------------------|------------------------------------------|------------|---------------|-------------|
| 12. Update Bank Authorized Signature List                            | Olga Whiteley                            | 5 Minutes  | 9:45 – 9:50   | Recommend   |
| <b>RISK MANAGEMENT</b>                                               |                                          |            |               |             |
| 13. Preliminary 2018 Risks and Corporate Performance Measures (CPMs) | Alexander DeAngelis<br>Rayhan Malik      | 10 Minutes | 9:50 – 10:00  | Discussion  |
| 14. Market Renewal Program                                           | Alexander DeAngelis<br>Shawn Cronkwright | 10 Minutes | 10:00 – 10:10 | Discussion  |
| <b>BREAK</b>                                                         |                                          | 10 Minutes | 10:10 – 10:20 |             |
| <b>INTERNAL AUDITS</b>                                               |                                          |            |               |             |
| 15. Internal Audit (IA) Update                                       | Julia McNally                            | 20 Minutes | 10:20 – 10:40 |             |
| a. 2017 Audit Plan Progress Update                                   |                                          |            |               | Information |
| b. Enforcement Audit                                                 |                                          |            |               | Information |
| 16. Internal Auditor Meeting with Committee (In-Camera)              | Julia McNally                            | 5 Minutes  | 10:40 – 10:45 | Information |
| <b>LEGAL</b>                                                         |                                          |            |               |             |
| 17. Legal Update (In-Camera)                                         | John Rattray<br>Michael Lyle             | 5 Minutes  | 10:45 – 10:50 | Discussion  |
| 18. In-Camera Session                                                |                                          | 10 Minutes | 10:50 – 11:00 |             |
| <b>CONSENT AGENDA ITEMS</b>                                          |                                          |            |               |             |
| 19.     - Q1 Statutory Statements                                    | Kim Marshall                             | 5 Minutes  | 11:00 – 11:05 | Information |
| - Single Sourced Procurement Update                                  |                                          |            |               |             |
| - 2018 – 2020 Business Plan Update                                   |                                          |            |               |             |
| - Fair Hydro Communication Strategy                                  |                                          |            |               |             |
| - Treasury Update                                                    |                                          |            |               |             |
| - Pension Performance                                                |                                          |            |               |             |