

Agenda Item Summary

Date of Meeting: October 25, 2017

Agenda Item: Item no. ? – ERM Program Review

Purpose of item:¹ Soliciting Feedback and Board Education

Executive Summary:² As articulated in a memo relating to board governance drafted by general counsel, the Board of Directors (“board”) requested a full discussion regarding Management’s broader perspective on risks including the criteria used to assess the risks, mitigation plans, the evolution of risks and opportunities over time, the level of control the IESO has over the key risks, and how the IESO will identify and report on emergent risks.

To address the board’s request, three risk program discussions will be held to engage the board in a risk dialogue as well as continue to inform the board on the risk management program. Specifically, risk discussions will include:

1. Management’s broader perspective on risks including the determination of key risks
2. An MNP presentation on the preliminary results of the maturity of the IESO’s ERM program with insights, ERM value proposition

¹ State the purpose of the agenda item: a) Education for a strategic issue, b) soliciting Feedback, or c) a Decision/Recommendation item.

² Provide concise summary of issue, identifying why the item is important to the Board, with distilled analysis, and Management’s recommendation.

with an overview of ERM best practices including the oversight role of the board, and connecting ERM with strategy

3. A description of the future state of the ERM program with timeline

Significant Issues, Risks and Opportunities:³ Pertains to all enterprise risks

Materials:⁴

Board Memo – ERM Program Review
Heat Map - ELT Oct 2017 Risk Assessment
MNP Report – Correct title TBD
ERM Proposed Timeline
Future State ERM Process

³ Provide concise description of significant issues, risks and opportunities.

⁴ Materials (memo, slides, and reports) are to be concise, providing brief analysis of salient points, risks/opportunities, and Management's recommendations. If detailed report/ background information is necessary, it should be provided in an appendix with specific direction to key sections.