

Network Customer Meeting

Operations Update: ATC's Efforts to
Prepare for ERO Implementation

August 24, 2006

ATC's Efforts to Prepare for ERO Implementation

- Created a cross-functional NERC Compliance Team
- Created a Compliance Matrix with defined departmental accountabilities
- Created procedures to comply with NERC Standards
- Created procedures to comment on proposed NERC Stds and SARs.

Ongoing Work

- In the spirit of continuous improvement:
 - Perform a gap analysis between where we are and where we want to be.
 - Prepare an action plan to close identified gaps.
 - Prioritize work based upon Standards likely to be adopted by FERC as of 1/1/07 and by proposed Violation Risk Factor (High, Medium, Low).

Ongoing Work

- In the spirit of continuous improvement (continued):
 - Prepare “auditable packages” to demonstrate ATC compliance with each NERC Measure/Requirement.
 - Create a central storage and archiving procedure to house NERC compliance documentation.

Questions?