

OFFICE OF THE SECRETARY
CORRESPONDENCE CONTROL TICKET

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ACTION OFFICE: EDO

To: Dyer, NRR

AUTHOR: Katharine Calla

AFFILIATION: NM

ADDRESSEE: Nils Diaz

SUBJECT: Public Service of NM final audit report

cys: EDO
DEDMRS
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AO
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ACTION: Appropriate

DISTRIBUTION: Chairman, Comrs

LETTER DATE: 08/08/2005

ACKNOWLEDGED No

SPECIAL HANDLING:

NOTES:

FILE LOCATION: ADAMS

DATE DUE:

DATE SIGNED:

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E-RIDS: SECY-01

From: "Katharine Calla" <Katharine.Calla@nerc.net>
To: <regulators@nerc.com>
Date: Fri, Aug 5, 2005 1:11 PM
Subject: FW: Public Service of New Mexico Final Audit Report

From: Katharine Calla [mailto:Katharine.Calla@nerc.net] On Behalf Of Richard Schneider
Sent: Friday, August 05, 2005 1:09 PM
To: dziente@pnm.com
Cc: Jacki Power; paul@wecc.biz; john.mason@aquila.com; dpape@idahopower.com; dkthorne@pepco.com; temple@wapa.gov; bob_harbour@ccsenergy.com; fidrych@wapa.gov; louise@wecc.biz; bob@wecc.biz; JSTERBA@pnm.com; cra@nerc.com
Subject: Public Service of New Mexico Final Audit Report

To: Mr. Daniel M. Zientek - Director, Power Operations

Dear Mr. Zientek:

I have attached a letter regarding the final Public Service of New Mexico readiness audit report.

Please let me know if you have any questions.

Sincerely,

Katharine A. Calla

North American Electric Reliability Council

609-452-8060

CC: "Richard Schneider" <Richard.Schneider@nerc.net>



NORTH AMERICAN ELECTRIC RELIABILITY COUNCIL

Princeton Forrestal Village, 116-390 Village Boulevard, Princeton, New Jersey 08540-5731

August 5, 2005

Mr. Daniel M. Zientek
Director, Power Operations
Public Service of New Mexico
Alvarado Square MS-EP11
Albuquerque, New Mexico 87158

Dear Mr. Zientek:

Public Service of New Mexico Readiness Audit Report

A copy of the audit team's final report for the Public Service Company of New Mexico (PNM) readiness audit, completed on May 5, 2005 as been posted on the NERC Web site <http://www.nerc.com/~rap/audits.html> in accordance with the Compliance and Certification Committee procedure.

That procedure states:

The final audit report will be posted to the NERC Web site. Should there be a disagreement regarding the findings and recommendations, the control area may provide a statement in writing to be posted in conjunction with the final audit report.

Should the control area seek adjudication of the dispute through the dispute resolution process, it shall notify NERC within thirty days from the time the audit is posted and transmitted to the control area.

Information identified as critical energy infrastructure is contained in Appendix 1 of the report. This confidential discussion is provided to PNM in a private version and has been redacted from the public version of the report posted on the NERC Web site.

The audit report includes several recommendations from the audit team. PNM is to submit an improvement plan to WECC addressing each of these recommendations. WECC, working with NERC, will monitor the implementation of these plans.

A New Jersey Nonprofit Corporation

Phone 609-452-8060 ■ Fax 609-452-9550 ■ URL www.nerc.com

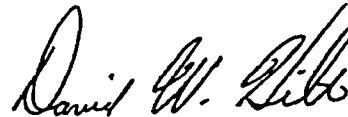
Mr. Daniel M. Zientek

August 5, 2005

Page Two

Once again I would like to thank you and your staff for all of your support during this audit and would welcome any suggestions you may have to improve the audit process.

Sincerely,

A handwritten signature in black ink, appearing to read "David W. Hilt". The signature is fluid and cursive, with the first name "David" being the most prominent.

David W. Hilt
Vice President-Compliance

cc: Robert K. Harbour, CCC Chair
Mark E. Fidrych, OC Chair
Louise McCarren, WECC Regional Manager
Robert L. Dintelman, WECC Compliance Manager
Jeffry Sterba, PNM CEO
Audit Team Members

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Subject: FW: Public Service of New Mexico Final Audit Report
Creation Date: Fri, Aug 5, 2005 1:10 PM
From: "Katharine Calla" <Katharine.Calla@nerc.net>

Created By: Katharine.Calla@nerc.net

Recipients
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Richard.Schneider CC (Richard Schneider)

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Files	Size	Date & Time
MESSAGE	797	Friday, August 5, 2005 1:10 PM
TEXT.htm	5767	
PNM Final Report Letter.pdf	40374	
header.txt	49	
footer.txt	144	
Part.005	56	
Part.006	150	
Mime.822	66127	

Options
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Security: Standard