



INTERNAL AUDIT UPDATE

Finance & Audit Committee

September 22, 2021

AGENDA

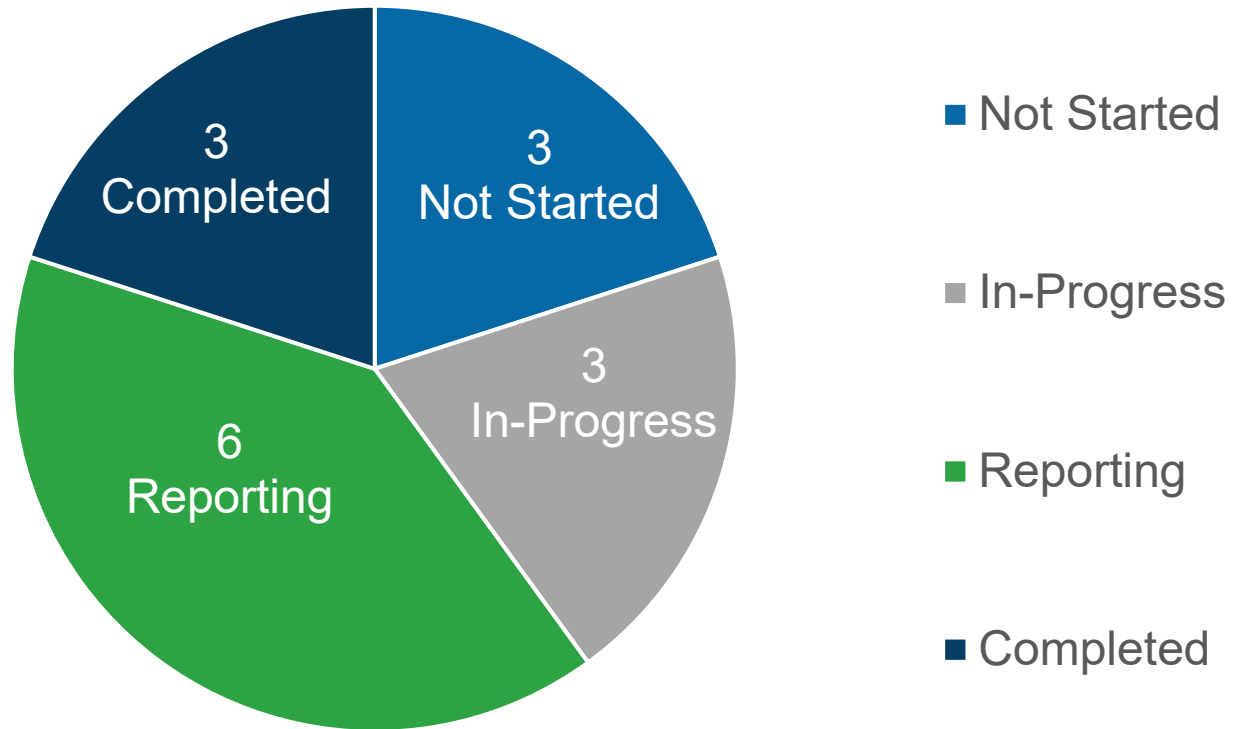
- Audits In-Progress Highlights
- 2021 Audit Plan Status
- Open Management Action Plans



AUDITS IN-PROGRESS HIGHLIGHTS

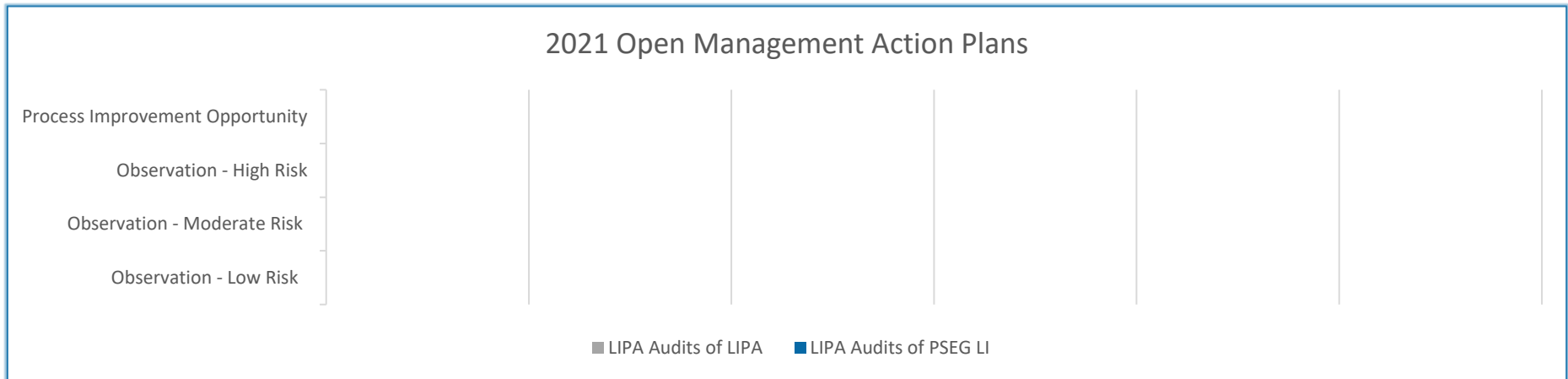
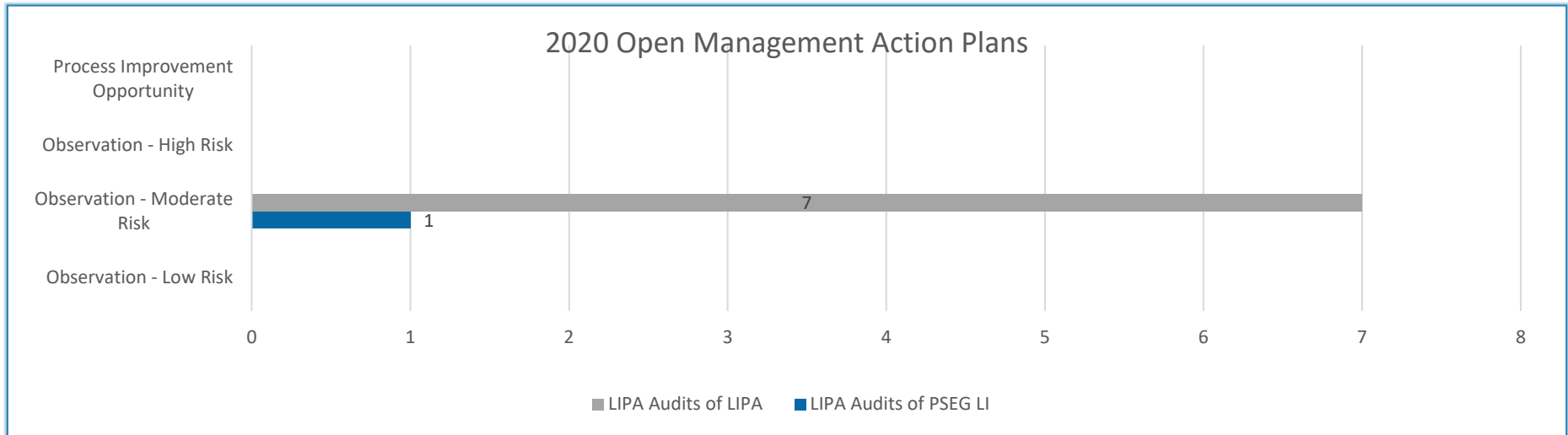
- **PSEG Long Island – Information Technology Review**
 - *Operational review focused on select PSEG Long Island’s IT Governance processes:*
 - *IT Portfolio Management*
 - *IT Cost and Risk Management*
 - *IT System Lifecycle Management*
 - *The output of this operational review will develop recommendations and action plans to address gaps in IT governance and improve transparency and LIPA oversight.*
- **LIPA Debt Management**
 - *Audit to ensure debt service obligations, including LIPA’s long-term debt of \$8.7 billion, are properly managed and in compliance with debt covenants.*

2021 AUDIT PLAN STATUS



Refer to Appendix A for detailed listing of 2021 Audits

OPEN MANAGEMENT ACTION PLANS



APPENDIX A - 2021 AUDIT PLAN

#	Entity	2021 Audit Plan	Proposed Timing	Status
1	PSEG Long Island	Electric Expansion Projects - Capital Project Performance	3 rd Qtr	Not Started
2	PSEG Long Island	Electric Expansion Projects - Capital Project Estimating	2 nd Qtr	Reporting
3	PSEG Long Island	SEQRA Compliance	1 st Qtr	Completed
4	PSEG Long Island	Storm Compliance - Outage Management System (OMS) Business Continuity (Manual Work Arounds)	3 rd Qtr	Not Started
5	PSEG Long Island	Storm Compliance - Crew Guides	2 nd Qtr	Reporting
6	PSEG Long Island	Workforce Management Productivity	3 rd Qtr	Reporting
7	PSEG Long Island	Advanced Metering Infrastructure (AMI) - Remote Connects and Disconnects	1 st Qtr	Completed
8	PSEG Long Island	Information Technology (IT) Governance	2 nd Qtr	Reporting
9	PSEG ER&T	2021 Energy Resources & Trade (ER&T) Metrics	3 rd Qtr	Reporting
10	LIPA & UDSA	LIPA & UDSA Internal Control Testing	4 th Qtr	Not Started
11	PSEG Long Island	Affiliate Transactions	2 nd Qtr	In-Progress
12	PSEG Long Island	DPS Tropical Storm Isaias Costs	1 st Qtr	Reporting
13	PSEG Long Island	Tropical Storm Isaias Food and Medicine Spoilage Claims	1 st Qtr	Completed
14	LIPA & UDSA	Debt Management	3 rd Qtr	In-Progress
15	PSEG Long Island	PSEG Long Island Procurement – General Contracting, Facilities Maintenance and Snow Removal	3 rd Qtr	In-Progress