

National Grid Suggestions for Policy 1 changes 04-29-10

C. Exceptions to the NYSRC Reliability Rules

A request for a ~~an~~ **new** exception **or modification to an existing exception** to a NYSRC Reliability Rule must **first** be submitted to the NYSRC Executive Committee for **review**. ~~approval. The NYISO or any member of the NYSRC Executive Committee (the Applicant) may submit a request for an exception. An applicant other than the NYISO shall obtain a recommendation for approval from the NYISO prior to submission of the request to the NYSRC Executive Committee.~~ **Final** approval by the Executive Committee **of a new or modified exception** is dependant on a successful demonstration that such ~~an~~ exceptions will not have an adverse impact on reliability.

Requests to remove an exception to the NYSRC Reliability Rules can be initiated in one of two ways : (1) through the annual review of current exceptions by the NYISO and Transmission Owners, and (2) requests made at any time by a Transmission Owner.

Documentation

The Applicant shall meet NYISO documentation requirements, including the following:

1. A technical assessment demonstrating that there will be no adverse impact on reliability as the result of **the NYSRC** granting the **new (or modified)** exception. ~~by the NYSRC.~~
2. An assessment of the economic impacts and/or reliability needs to be addressed by granting the **new (or modified)** exception.

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~~Procedure for Obtaining an Exception~~

The following procedure shall be used in obtaining an **new or modified** exception **or the removal of an existing exception** :

~~1. If the NYISO recommends approval of the exception, it shall so notify the NYSRC Executive Committee.~~

~~1. 2. The Applicant shall submit~~ The request for a **new or modified** the exception **or the removal of an exception** and supporting documentation shall be **first** submitted to the NYSRC Executive Committee.

~~2. 3. The Executive Committee shall direct RRS to review the request to verify that the documentation requirements have been met and whether the technical merits of the request justify an exception. RRS may request that the Applicant provide additional information. in order to complete its verification review.~~

~~3. 4. The RRS shall request that the NYISO review the request and provide their results and recommendation to the RRS. The RRS shall report to the NYSRC Executive Committee its recommendation as to whether the required procedures were followed, whether it deems the request to be technically acceptable and whether it concurs with the NYISO recommendation. should be approved.~~

~~4. 5. The merits of the exception shall be assessed by the NYSRC Executive Committee. The Executive Committee will notify the Applicant and the RRS and NYISO of its decision to approve or reject the exception and will document its decision.~~

~~5 6 Following approval of an exception, NYSRC shall update its list of exceptions to the Reliability Rules. and will request the NYISO to update its own list.~~

~~**THE NEED FOR RETAINING THE SECTION BELOW SHOULD BE DISCUSSED....**~~

Annual NYISO Review of Exceptions

The list of exceptions to the NYSRC Reliability Rules shall be reviewed by the NYISO annually. The scope of the review is to verify that the basis for each exception is still valid, but not to question the original justification for the exception. The NYISO shall notify the NYSRC when it has determined that an exception is no longer valid and document the reasons for its determination. If the NYSRC concurs with the NYISO's determination, the exception will be discontinued and the NYISO and NYSRC will revise their list of exceptions accordingly.