

## C.7: Exceptions to the NYSRC Reliability Rules

### A. Reliability Rule

A list of all exceptions to the NYSRC Reliability Rules shall be established and maintained.

#### 1. Associated NERC and NPCC Standards and Criteria:

NERC: None

NPCC: Directory 1

#### 2. Applicability: NYISO

### B. Requirements

**R1.** The NYISO shall implement actions required for granting ~~new~~ New exceptions ~~Exceptions, or~~ modifying or removing current ~~Exceptions~~ (Exception Changes), ~~or the expiration of current Exceptions,~~ as described in NYSRC Policy 1, *Procedure for Reviewing, Developing, Modifying, and Disseminating NYSRC Reliability Rules*:

**R1.1.** Each *Transmission Owner* shall be requested, at least annually, to assess its ~~exceptions~~ Exceptions and to determine whether it wishes to request the NYSRC to grant a ~~new~~ New e ~~Exception, or modify or remove a current exception~~ an Exception Change, or a one-time extension for any Exception with an expiration date would otherwise cause the Exception to expire within the next twelve months.

**R1.2.** The NYISO shall process requests from the NYSRC to review applications for a ~~new~~ New exception ~~Exception, Exception Change~~ or the one tme extension of an expiring Exception ~~renewal or modification of a current exception~~ that:

- The NYSRC has received directly from a *Market Participant* or,
- The NYSRC has received from a *Transmission Owner* via the Annual Exception Review.

**R1.3.** Following its review pursuant to R1.2, the NYISO shall notify the NYSRC if it recommends that the NYSRC approve the granting of the ~~new~~ New E ~~exception, Exception Change~~ or whether or whether an Exception that includes an expiration date should receive a one-time extension up to 18 months from the date initially approved by the NYSRC ~~the current exception should be removed or modified as proposed~~. The NYISO shall document the reasons for its recommendation, including a finding that there would be no adverse impact to *reliability* upon issuance of the ~~new~~ New exception ~~Exception, Exception Change, or removal or modification of the current exception~~ one-time extension of the expiration date. If

| the *NYISO* recommends that the **e**Exception request should be rejected by the *NYSRC*, the *NYISO* shall document its reasons for such a recommendation.

## C. Compliance

### 1. Measures

**M1.** The *NYISO* initiated required actions for implementing the *NYSRC* process of granting ~~new~~ New exceptions, Exception Changes, or the one-time extension of the expiration date of an expiring Exception ~~modifying or removing current exceptions (“exception changes”)~~, in accordance with R1, as follows:

1. Requested each *Transmission Owner*, at least annually, to review its exceptions and determine whether it wishes to request the *NYSRC* to grant New Exceptions, ~~exception~~ Exception Changes, and one-time extensions of expiring Exceptions, per R1.1.
2. In accordance with *NYSRC* requests, the *NYISO* reviewed *Transmission Owner* proposals for New Exceptions, ~~exception~~ Exception changes Changes and one-time extensions of expiring Exceptions, and notified the *NYSRC* of the results of its reviews and recommendations on a timely basis, per R1.2 and R1.3.

### 2. Levels of Non-Compliance

#### 2.1 For M1:

Level 1: During a calendar year, the *NYISO* did not request *Transmission Owners* to review their exceptions to determine whether they wish to request exception changes.

Level 2: Not applicable

Level 3: Following a request by the *NYSRC*, the *NYISO* did not review and/or provide a recommendation on a proposed exception change and provide the *NYSRC* with the results of its review on a timely basis.

Level 4: Not applicable

### 3. Compliance Process

#### 3.1 Compliance Monitoring Responsibility

M1: RCMS

#### 3.2 Compliance Documentation Reporting Frequency

M1: In accordance with *NYSRC* Compliance Monitoring Program schedules.

#### 3.3 Compliance Reporting Requirements

M1: Self-Certification