Request to Develop or Modify Reliability Rules and Requirements (NYSRC Policy No. 1) Submit request to Herb Schrayshuen (herb@poweradvisorsllc.com) via the NYSRC site www.nysrc.org

Item	Information
1. PRR No. & Title of Reliability Rule or Requirement change	PRR 161 Updates to RR C.7 Consistent with Updates to Policy 1, Section 5
2. Rule Change Requester Information	
Name	**David Allen,**
Organization	**RRS Chair**
3. New rule or revision to existing rule?	Rule Revision - Reliability Rule C.7: Exceptions to the NYSRC Reliability Rules
4. Need for rule change, including advantages and disadvantages	Policy 1, Section 5 was recently revised to require requests for New Exceptions to the NYSRC Reliability Rules include an expiration date. **Disadvantages** None
5. Related NYSRC rules	Policy 1, Section 5
6. Section A – Reliability Rule Elements	
1. Reliability Rule	
2. Associated NERC & NPCC Standards and Criteria	NERC: None NPCC: Directory 1
3. Applicability	NYISO
7. Section B – Requirements	**R1.** The *NYISO* shall implement actions required for granting ~~new exceptions~~New Exceptions, ~~or~~ modifying or removing current ~~exceptions~~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, and to determine whether it wishes to request the *NYSRC* to grant a New Exception, an Exception Change, or a one-time extension for any Exception with an expiration date that would otherwise cause the Exception to expire within the next twelve months~~new exception or modify or remove a current exception~~. **R1.2.** The *NYISO* shall process requests from the *NYSRC* to review applications for a New Exception, Exception Change or the one time extension of an expiring Exception ~~new exception or the 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 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~~new exception, or whether 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 Exception, Exception Change, or one-time extension of the expiration date~~new exception or removal or modification of the current exception~~. If the *NYISO* recommends that the E~~e~~xception ~~request~~ Request should be rejected by the *NYSRC*, the *NYISO* shall document its reasons for such a recommendation.
8. Section C – Compliance Elements	
1. Measures	**M1.** The *NYISO* initiated required actions for implementing the *NYSRC* process of granting New Exceptions, Exception Changes, or the one-time extension of the expiration date of an expiring Exception~~new exceptions or 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 exception changes, per R1.1. 2. In accordance with *NYSRC* requests, the NYISO reviewed *Transmission Owner* proposals for New Exception, E~~e~~xception changes, and/or one-time extension of an expiring Extension, 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~~ Exceptions to determine whether they wish to request ~~exception~~ New Exception, Exception ~~c~~Changes, or a one-time extension of an expiring Exception. 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 Monitoring Process (See Policy 4):	
3.1 Compliance Monitoring Responsibility	M1: RCMS
3.2 Reporting Frequency	M1: In accordance with *NYSRC* Compliance Monitoring Program schedules.
3.3 Compliance Reporting Requirements	M1: Self-Certification

9. Comments	None
10. Date Rule Adopted	
11. PRR Revision Dates	May 26, 2026
12. Implementation Plan	Effective Upon EC Approval