

**Request to Develop or Modify Reliability Rules (NYSRC Policy No. 1-4)**  
 Submit request to [raymond40@aol.com](mailto:raymond40@aol.com) via the NYSRC site [www.nysrc.org](http://www.nysrc.org)

Item	Response
<b>1. Respondent</b>	
Name	NYSRC Reliability Rules Subcommittee
Organization	
Address	
Phone & Fax numbers	
Email address	
<b>2. Title of proposed rule change &amp; PRR No.</b>	Exceptions Review (PRR #105)
<b>3. New rule or modification of NYSRC RR?</b>	
If a new rule is proposed, provide any relevant citation to existing standards	
If a modification to an existing rule is proposed, provide NYSRC RR reference	E-M9
<b>4. Wording of proposed rule change</b>	
<b>5. Rationale for proposed rule change</b>	
Identify advantages	Clarifies certain aspects of the procedure and adds new components which address requests by Transmission Owners for obtaining new exceptions to the Reliability Rules or for a review to remove or modify its own current exceptions. Also, removes the statement about the NYISO revising the exceptions list since the NYSRC is responsible for maintaining the exceptions list and the NYISO is expected to remove the list from its manuals and replace it with a link to the NYSRC list.
Identify disadvantages	None.

<p><b>6. Measurement(s)</b></p>	<p><b>E-M9:</b></p> <p>The NYISO shall implement actions required for granting new exceptions or modifying or removing current exceptions, as described in NYSRC Policy 1, <i>Procedure for Reviewing, Developing, Modifying, and Disseminating NYSRC Reliability Rules</i>. These required NYISO actions shall include:</p> <ol style="list-style-type: none"> <li>1. Request each Transmission Owner, at least annually, to assess its exceptions and to determine whether it wishes to request the NYSRC to grant a new exception or modify or remove a current exception.</li> <li>2. Implementation of a request from the NYSRC to review an application for a new exception or the renewal or modification of a current exception that: <ul style="list-style-type: none"> <li>• The NYSRC has received directly from a Market Participant or</li> <li>• The NYSRC has received from a Transmission Owner via the Annual Exception Review .</li> </ul> </li> <li>3. Following its review pursuant to paragraph 2 above, the NYISO shall notify the NYSRC if it recommends that the NYSRC approve the granting of the 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 or removal or modification of the current exception. If the NYISO recommends that the exception request should be rejected by the NYSRC, the NYISO shall document its reasons for such a recommendation.</li> </ol>
<p><b>7. Full Compliance Statement</b> <i>(Replaces present E-M9 Compliance Statement)</i></p>	<p>The NYISO shall initiate certain actions that are required for implementing the NYSRC process of granting new exceptions or modifying or removing current exceptions (“exception changes”), in accordance with E-M9, as follows:</p> <ol style="list-style-type: none"> <li>1. Request each Transmission Owner, at least annually, to review its exceptions and determine whether it wishes to request the NYSRC to grant exception changes, per E-M9.1.</li> <li>2. In accordance with NYSRC requests, review Transmission Owner proposals for exception changes, and notify the NYSRC of the results of its reviews and recommendations on a timely basis, per E-M9.2 and E-M9.3.</li> </ol>
<p><b>8. Levels of Non-Compliance</b> <i>(Replaces present E-M9 Non-Compliance Statements)</i></p>	
<p><b>Level 1</b></p>	<p>During a calendar year, the NYISO did not request Transmission Owners to review their exceptions to determine whether they wish to request exception changes.</p>
<p><b>Level 2</b></p>	<p>N.A.</p>
<p><b>Level 3</b></p>	<p>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.</p>

<b>Level 4</b>	N.A.
<b>9. Compliance Documentation Reporting Entity</b>	NYISO
<b>10. Compliance Monitoring Entity</b>	Review of NYISO compliance documentation – RCMS
<b>11. Implementation Plan</b>	E-M9 requirements in PRR 105 shall be implemented by the NYISO immediately following Executive Committee adoption of E-M9 and Policy 1-5 revisions. The NYISO shall certify at the RCMS meeting following E-M9 adoption that it has implemented these requirements.
<b>12. Comments</b>	
<b>13. Date Rule/Measurement Adopted</b>	
<b>14. PRR Revision Dates</b>	10/1/09,11/5/09,1/6/10, 1/10/10, 2/4/10, 4/23/10, 6/4/10, 7/1/10, 7/12/10, 8/4/10, 8/8/10, 8/16/10