Market Rule Amendment Proposal

PART 1 – MARKET RULE INFORMATION

Identification No.:	MR-00394-R01			
Subject:	Compliance			
Title:	Bulk Electric System Exceptions			
Nature of Proposal:	☒ Alteration	☐ Deletion	☒ Addition	
Chapter:	11	Appendix:		
Sections:	Definitions			
Sub-sections proposed for amending:				

PART 2 – PROPOSAL HISTORY

Version	Reason for Issuing	Version Date
1.0	Draft for Technical Panel Review	July 10, 2012
2.0	Publish for Stakeholder Review and Comment	July 19, 2012
3.0	Submitted for Technical Panel Vote	August 14, 2012
4.0	Recommended by Technical Panel; Submitted for IESO Board Approval	August 21, 2012
5.0	Approved by IESO Board	September 7, 2012

Approved Amendment Publication Date:	September 7, 2012
Approved Amendment Effective Date:	October 1, 2012

PART 3 – EXPLANATION FOR PROPOSED AMENDMENT

Provide a brief description of the following:

- The reason for the proposed amendment and the impact on the *IESO-administered markets* if the amendment is not made.
- Alternative solutions considered.
- The proposed amendment, how the amendment addresses the above reason and impact of the proposed amendment on the *IESO-administered markets*.

Summary

Consequential to MR-00394-R00 it is proposed to insert new defined terms in Chapter 11 of the market rules.

Background

Please refer to MR-00394-R00.

Discussion

New defined terms are required in Chapter 11 of the market rules with respect to the introduction of section 3.2B of Chapter 5 as described in MR-00394-R00. The new defined terms are as follows:

- BES exception applicant
- BES exception request
- Bulk electric system exception or BES exception

In addition to the above defined terms and in order to permit BES applicant's access to the dispute resolution process it is necessary to modify the defined term "reviewable decision" to incorporate decisions made in regards to a BES exception request in section 3.2B of Chapter 5.

PART 4 – PROPOSED AMENDMENT

Chapter 11

BES exception applicant means (i) a *market participant* who owns *IESO controlled-grid* elements or *facilities* who applies to the *IESO* for a *BES exception*; or (ii) a *connection applicant* who applies to the *IESO* for a *BES exception*;

BES exception request means an application for the approval, amendment, termination, or transfer of a *BES exception* pursuant to section 3.2B of Chapter 5;

bulk electric system exception or *BES exception* is an exception from compliance with the requirements of *NERC reliability standards* relating to elements or *facilities* connected to the *IESO controlled-grid* in accordance with the Ontario-

adapted *NERC* procedure for processing *BES exceptions;*

reviewable decision means a decision of the *IESO* referred to in section 2.1.2, 4.4.3, 5.1.12, 5.3.9 or 6.1.5 of Chapter 6 and sections 3.2A.1, 3.2A.5.3, 3.2A.10, 3.2B.5.3, 3.2B.7 or 3.2B.10 of Chapter 5;

PART 5 – IESO BOARD DECISION RATIONALE

This amendment inserts new definitions in Chapter 11 of the market rules consequential to MR-00394-R00 Bulk Electric System Exceptions.