



Market Rule Amendment Proposal

PART 1 – MARKET RULE INFORMATION

Identification No.:	MR-00394-R01		
Subject:	Compliance		
Title:	Bulk Electric System Exceptions		
Nature of Proposal:	<input checked="" type="checkbox"/> Alteration	<input type="checkbox"/> Deletion	<input checked="" type="checkbox"/> 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
Approved Amendment Publication Date:		
Approved Amendment Effective Date:		

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

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