



Independent
Electricity
Market Operator

Exemption Application

FOR IMO USE ONLY

Exemption ID #: 01-1236

Submit this form by e-mail to: exemptions@theimo.com

Subject: Exemption Application

All information submitted in this process will be used by the IMO solely in support of its obligations under the *Electricity Act, 1998*, the *Ontario Energy Board Act, 1998*, the *Market Rules* and associated policies, standards and procedures and its licence. All information submitted will be assigned the appropriate confidentiality level upon receipt.

PART 1 – EXEMPTION APPLICANT - GENERAL INFORMATION

Organization Name: <u>National Research Council Canada</u>	
Market Participant/Metering Service Provider No. (if applicable): _____	IMO Help Centre (IHC) Ticket No. (if applicable): _____
Address: <u>M-19, 1200 Montreal Road</u>	
City/Town: <u>Ottawa</u>	Province/State: <u>Ontario</u>
Postal/Zip Code: <u>K1A 0R6</u>	Country: <u>CANADA</u>
Fax No.: <u>(613) 957-9828</u>	
Email Address: <u>sanjeev.mohite@nrc.ca</u>	
Main Contact	
Name: <u>Sanjeev Mohite</u>	
Telephone No.: <u>(613) 991-5585</u>	Fax No.: <u>(613) 957-9828</u>
E-mail Address: <u>sanjeev.mohite@nrc.ca</u>	
Web Site (URL): _____	
Alternative Contact	
Name: <u>Subash Vohra</u>	
Telephone No.: <u>(613) 993-2440</u>	Fax No.: <u>(613) 957-9818</u>
E-mail Address: <u>subash.vohra@nrc.ca</u>	

PART 2 – INFORMATION ABOUT THE EXEMPTION APPLICATION

1. Is this exemption application being submitted for existing facilities or equipment prior to market commencement date pursuant to Section 1.5.1 of the *Exemption Application and Assessment Procedure*?

Yes

No

2. Please specify the duration for which you would like the exemption granted in days, months or years:

Indefinite

Please cite the Market Rules section number(s) to which this Exemption Application relates:

Please cite policy, standard or procedure to which this Exemption Application relates (including section number(s)):

Chapter 2, Section 5.2.1

PART 3 – SUBMISSIONS IN SUPPORT OF EXEMPTION APPLICATION

Attach an exemption applicant's plan detailing:

- The manner and time within which the exemption applicant will become compliant;
- The manner in which the exemption applicant proposes to modify its equipment or facilities or otherwise conduct its operations during the period of time for which the exemption would be in effect; and
- The exemption applicant's estimate of any costs that may be imposed on the IMO or on other Market Participants, if the exemption were granted.

The following submissions must be included, either below or as attachments:

(a) For exemption applications submitted prior to market opening for facilities/equipment in operation before or on April 17, 2000 and relating to the technical requirements of Market Rules contained in Appendix 2.2 (other than those for participant workstations or dispatch workstations), Chapter 4 (other than Sections 6.1.5 to 6.1.21), or the technical requirements set forth in Section 12 of Chapter 5:

- The exemption applicant's assessment as to whether or not the exemption, if granted would materially:
 - ◆ impact the ability of the IMO to direct the operations and maintain the reliability of the IMO-controlled grid;
 - ◆ affect the ability of the IMO to operate the IMO-administered markets in an efficient, competitive and reliable manner.
- The exemption applicant's assessment of whether the cost or delay to the exemption applicant of complying with the obligation or standard to which the exemption application relates is reasonable, having regard to the nature of the obligation or standard, the nature of the exemption application and the anticipated impact of non-compliance by the exemption applicant in terms of the elements referred to above.

(b) Additionally, for all other exemption applications:

- The exemption applicant's assessment as to whether or not the exemption, if granted would materially:
 - ◆ impact the ability of the IMO to ensure non-discriminatory access to the IMO-controlled grid;
 - ◆ increase costs of market participants; or
 - ◆ increase costs of the IMO;
- An assessment of whether the exemption would, if granted, give the exemption applicant an undue preference in the IMO-administered markets;
- Where the exemption applicant is the IMO, identification of the benefit to Market Participants of compliance with the obligation or standard to which the exemption application relates relative to the financial and other resources required to achieve compliance within such deadlines as may be applicable;
- Where the exemption applicant is the IMO, the manner in which it proposes to operate the IMO-administered markets or direct the operations and maintain the reliability of the IMO-controlled grid during the period in which the exemption would be in effect;

PART 3 – SUBMISSIONS IN SUPPORT OF EXEMPTION APPLICATION

- Identification as to whether the facility or equipment that is the subject-matter of the exemption application:
 - ◆ was in service or was returned to service on the date on which the obligation or standard to which the exemption application relates came into force;
 - ◆ was ordered by the exemption applicant on or prior to the date on which the obligation or standard to which the exemption application relates came into force;
or
 - ◆ was in the process of construction on or prior to the date on which the obligation or standard to which the exemption application relates came into force, and;
- An assessment of the capability of the owner of the facility to operate the facility consistent with the terms of the proposed exemption.

Due to the current Federal Government Regulation regarding purchase of goods and services, we can not provide Prudential Support in form required by IMO. NRC must act within the framework of Federal Regulations. At present there are no provisions for providing such guarantees by the individual departments.

NRC, a Departmental Corporation of the Federal Government, receives funding from the government through annual appropriations (Appropriation Act) approved by Parliament. NRC is considered the same as other main line government departments with respect to the budget process and must submit annual estimates to the Treasury Board of Canada. These estimates are then included in the total government estimated spending by fiscal year and approved by Parliament. The how we spend it is based on the various "votes" or categories of spending that are identified in the estimates, i.e. salaries, operating funds, capital etc. In comparison, NRC receives voted funding from Parliament in the same manner as National Defence, Indian Affairs and Transport Canada .

PART 4 – SUPPORTING DOCUMENTATION TO BE ATTACHED BY EXEMPTION APPLICANT

Please list below all supporting documents attached to this exemption application.

1. Exemption Applicant's Plan (must be attached)
2. NRC Annual Report 2000-2001
- 3.
- 4.
- 5.

PART 5 – CERTIFICATION

The exemption applicant hereby declares that the information contained in and submitted in support of this document is, to the best of the exemption applicant's knowledge, complete and accurate.

Subash Vohra

Director general

Name

Title

22.4.2002

PART 6 – CONFIDENTIALITY

The exemption applicant agrees that information on this application may be posted in its entirety on the IMO Web site in accordance with the provisions of the *Exemption Application and Assessment Procedure*

OR

The exemption applicant claims confidentiality over parts of the Exemption Application in accordance with Section 1.6.3 of the *Exemption Application and Assessment Procedure*. Parts of this Exemption Application over which confidentiality is claimed are highlighted. The balance of the information on this exemption application may be posted on the IMO Web site.

Name

Title