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Dates & Events

October 2016

- 5 <u>Effective date</u> for modified *pro forma* Small Generator Interconnection Agreement
- 18-21 NERC Grid Security <u>Conference</u> Quebec City, Canada

November 2016

15-16 NERC Emerging Technology <u>Roundtable</u>

Atlanta, GA

28 Comments on <u>NOPR</u> to approve BAL-005-1 and FAC-001-3

Electric Reliability Update

OCTOBER 3, 2016

FERC

FERC Issues Final Rule on Geomagnetic Disturbance Reliability Standard - September 30 - FERC issued a final rule approving Reliability Standard TPL-007-1, Transmission System Planned Performance for Geomagnetic Disturbance Events (GMDs). GMDs occur when charged particles from the sun cause changes in the earth's magnetic field. Reliability Standard TPL-007-1 requires registered entities to evaluate their vulnerability to GMDs. FERC also directed NERC to develop modifications to the Reliability Standard to modify the benchmark GMD event definition, require the collection of geomagnetically induced current (GIC) data, and include a one-year deadline for corrective action plans and two and four-year deadlines for mitigation actions involving non-hardware and hardware mitigation. The directed revisions must be submitted to FERC within 18 months of the November 29, 2016 effective date and the enforcement date for TPL-007-1 is July 1, 2017.

NERC Balloting & Comment Deadlines

<u>October 2016</u>

- 14 Additional Ballots and Non-binding Polls and Comments Due: Project 2016-01 – Modifications to TOP and IRO Standards – IRO-002-5 and TOP-001-4
- 18 <u>Comments Due</u>: Project 2016-04 – Modifications to PRC-025-1 – Standards Authorization Request

FERC NOPR Proposes Approval of NERC Reliability Standards - September 22 – <u>FERC proposes to</u> <u>approve Reliability Standards</u> BAL-005-1 (Balancing Authority Control), FAC-001-3 (Facility Interconnection Requirements), which clarifies and consolidates existing requirements related to frequency control. The proposed reliability standards support more accurate and comprehensive calculation of Reporting Area Control Error. Additionally, definitions of: Automatic Generation Control, Pseudo-tie, Balancing Authority, Reporting ACE, Actual Frequency, Actual Net Interchange, Scheduled Net Interchange, Interchange Meter Error, and Automatic Time Error Correction, are being revised. Finally, proposed for retirement are BAL-005-0.2b, FAC-001-2, and BAL-006-2. Comments are due on November 28.

FERC Approves Awareness and Monitoring Standards - September 22 - The two <u>newly approved</u> <u>Reliability Standards</u>, IRO-018-1 and TOP-010-1, require that applicable entities provide notification to operators of real-time system awareness and monitoring alarm failures. The Commission found the Standards adequately address the relevant directives in Order No. 693. FERC also approved the corresponding implementation plan, violation severity levels and violation risk facts, subject to certain exceptions.

NERC

NERC Publishes Industry Reference Guide - September 27 - <u>NERC published</u> the "<u>Lessons Learned Quick</u> <u>Reference Guide</u>" (Guide) as a resource for industry to identify and mitigate potential problems. The Guide was developed through a collaborative effort between NERC, the Regional Entities, and registered entities to provide an easy to manage tool for assuring continued reliability.

NERC Comments on CIP Notice of Inquiry - September 26 - <u>NERC provided comments to FERC</u> on the <u>Notice of Inquiry</u> for modifications to the Critical Infrastructure Protection (CIP) Reliability Standards concerning the cybersecurity of Control Centers and the potential impact that modifications may have on the Bulk-Power System. NERC notes that while modified CIP Reliability Standards could possibly reduce cybersecurity vulnerabilities, enforcing those standards may limit operational flexibility. NERC requests that FERC not direct modifications to the CIP Reliability Standards at this time, allowing NERC to further evaluate how modifications may impact operations.

3 New NERC Standards Become Effective – October 1 – The following NERC Reliability standards have an October 1st enforcement date:



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Selected Regional Compliance / Training Events

October 2016

- 13 <u>TRE Fall Standards &</u> <u>Compliance Workshop</u>
- 18-20 <u>SERC Fall Compliance</u> <u>Seminar</u>
- 25-27 <u>WECC Compliance</u> <u>Workshop</u>

November 2016

- 2 <u>MRO Fall Reliability</u> <u>Conference</u>
- 9-10 <u>FRCC Fall Compliance</u> <u>Workshop</u>
- 15-17 <u>NPCC Fall 2016</u> <u>Compliance and</u> <u>Standards Workshop</u>

- <u>CIP-004-6</u>
- <u>FAC-003-4</u>
- <u>MOD-031-2</u>

NERC Submits Supplemental Clarification Information on Regional Entity 2017 Business Plans and Budgets - September 23 - NERC submitted a <u>supplemental clarification filing</u> to its August 23, 2016 filing regarding budgets and business plans of Regional Entities for 2017. Specifically, NERC clarifies the items in the proposed 2017 Business Plans and Budgets of the Northeast Power Coordinating Council, Inc. and ReliabilityFirst Corporation.

Congress

New Category of "Critical Infrastructure" Introduced in House - September 20 - In light of the recent cyberattacks on the Democratic Congressional Campaign Committee, <u>lawmakers introduced</u> <u>legislation</u> which would add voting to the list of 16 other federally defined categories of "critical infrastructure." Currently, there are <u>16 critical infrastructure sectors</u>. If the legislation is passed, thousands of state and local systems would be designated critical infrastructure and therefore require the Department of Homeland Security to develop a comprehensive plan for countering online and physical threats to the integrity of the U.S. elections.

About Us

The Van Ness Feldman Electric Reliability Update is published by <u>Malcolm McLellan</u>, <u>Van Smith</u>, <u>Gabe</u> <u>Tabak</u>, <u>Darsh Singh</u>, <u>Tyler Elliott</u>, and <u>Michael Weiner</u>. <u>Van Ness Feldman</u> counsels, advises and trains a wide range of clients on reliability matters. Please <u>email us</u> or call us at 206.829.1814 or 202.298.1800 for additional information. Click <u>here</u> to sign up for the Reliability Update. Follow us on Twitter @VNFELECTRIC.

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