

Summary of Proposed Revisions to NERC Rules of Procedure

The North American Electric Reliability Corporation (NERC) proposes amendments to the NERC Rules of Procedure (ROP) Section 302.1 and Appendices 5A & 5B in accordance with the Federal Energy Regulatory Commission's March 19, 2015 *Order on Electric Reliability Organization Risk Based Registration Initiative and Requiring Compliance Filing*, 150 FERC ¶ 61,213 (Order). If approved by the NERC Board of Trustees, these amendments will be filed with the applicable governmental authorities.

Each of the revisions is addressed below.

I. **NERC ROP Section 302 – Essential Attributes for Technically Excellent Reliability Standards**

In Section 302.1, NERC proposes to remove references to “Load-Serving Entities” from the list of functional classes to which Reliability Standards may apply, as a result of the proposed elimination of this functional registration category from **Appendix 5B, Statement of Compliance Registry Criteria**. This proposal is consistent with NERC's December 11, 2014 petition of proposed changes.

II. **NERC ROP Appendix 5A – Organization Registration and Certification Manual**

In Sections I and II, NERC proposes to remove references to “Load-Serving Entity (LSE)” from lists of functional registration categories, as a result of the proposed elimination of this functional registration category from **Appendix 5B, Statement of Compliance Registry Criteria**.

In Section III.D.9, NERC proposes to substitute “shall” for “may” to state that “[t]he NERC-led review panel shall also include a review of individual and aggregate system-wide risks...” in accordance with the Order.

III. **NERC ROP Appendix 5B – Statement of Compliance Registry Criteria**

NERC proposes to delete the term “Load-Serving Entity” wherever it appears, as a result of the proposed elimination of this functional registration category from **Appendix 5B, Statement of Compliance Registry Criteria**.

NERC proposes to include Reliability Standard PRC-005 as applicable to UFLS-Only Distribution Providers in accordance with the Order.