Memorandum To: NPCC Registered Entities

From: Stanley E. Kopman, Assistant Vice President – Compliance, NPCC

Subject: NPCC Compliance Guidance Statement – CGS-005

Date: June 5, 2013

NPCC is issuing this Compliance Guidance Statement (CGS-005) to clarify the Bulk Electric System elements on which NPCC will actively monitor and enforce compliance of PRC-002-NPCC-01.

NPCC has initiated a Regional Standard Authorization Request (RSAR) to effectuate a revision to PRC-002-NPCC-01 that is expected to clarify the technical requirements of disturbance monitoring equipment (recognizing NERC Standard Development activities on this issue) and to result in the development of a separate implementation plan related to newly identified BES elements resulting from the application of the revised BES definition.

CGS documents, as necessary, will be periodically released to all the NPCC Registered Entities and be posted on the NPCC Compliance website.
NPCC Compliance Guidance Statement

CGS-005

Clarification of Monitoring and Enforcement of PRC-002-NPCC-01

NPCC is issuing this Compliance Guidance Statement (CGS-005) associated with the NPCC Disturbance Monitoring Regional Standard PRC-002-NPCC-01 for the purpose of clarifying the monitoring and enforcement of the standard. The intent of PRC-002-NPCC-01 is to ensure that sufficient disturbance monitoring equipment exists on the system to effectively record faults in order to analyze reportable disturbances and events (as defined in NERC Reliability Standards EOP-004-1 and EOP-004-2) on the Bulk Electric System (BES).

NPCC herein clarifies that it will actively monitor and enforce compliance of PRC-002-NPCC-01 on only those system elements that were identified as NPCC BES elements as of the FERC approval date of PRC-002-NPCC-01 (October 20, 2011). Owners of such system elements must continue to follow the Implementation Plan for PRC-002-NPCC-01 that was approved by FERC along with the Regional Standard. This date was selected for purposes of consistency and uniformity in the NPCC Region (both in the United States and Canadian Provinces).

NPCC has initiated a Regional Standard Authorization Request (RSAR) to effectuate a revision to PRC-002-NPCC-01 that is expected to clarify the technical requirements of disturbance monitoring equipment (recognizing NERC Standard Development activities on this issue) and to result in the development of a separate implementation plan related to newly identified BES elements resulting from the application of the revised BES definition.

CGS-005 does not supersede the MVA qualifications clarified in CGS-004, Revision 0. Rather, CGS-005 works in concert with CGS-004, Revision 0 to clarify the PRC-002-NPCC-01 compliance obligations of the affected Registered Entities.

Reference Documents:

- NPCC Disturbance Monitoring Regional Standard PRC-002-NPCC-01 (FERC approved October 20, 2011)
- Implementation Plan for PRC-002-NPCC-01 (FERC approved October 20, 2011)
- NERC Reliability Standards EOP-004-1 and EOP-004-2
- NPCC Compliance Guidance Statement CGS-004, Revision 0, Generating Plant Capacity