

When completed, please email this form to: <a href="mailto:sarcomm@nerc.com">sarcomm@nerc.com</a>.

NERC welcomes suggestions to improve the reliability of the Bulk-Power System through improved Reliability Standards. Please use this

Standard Authorization Request (SAR) form to submit your request to propose a new Reliability Standard, a revision to a Reliability Standard, or the retirement of a Reliability Standard.

Request to propose a new Reliability Standard, a revision to a Reliability Standard, or the retirement of a Reliability Standard					
Title of Reliability Standard Proposed for Retirement:		BAL-004-0 – Time E	rror Correction		
Date Submitted: Draft Posted for		Draft Posted for Sta	takeholder Review March 17, 2015		
SAR Requester Information:					
Name:	Name: The Balancing Authority Reliability Team (Roster)		ty-based Controls Phase 2 (BARC 2) Periodic Review		
Organization: N/A					
Telephone: N/A		E-ma	il:	N/A	
SAR Type (check as many as applicable):					
New Reliability Standard		$\boxtimes$	Reti	rement of existing Reliability Standard	
Revision to existing Reliability Standards			Urg	ent Action	

#### **SAR Information**

Industry Need (What is the industry problem this request is trying to solve?):

NERC is dedicated to developing and maintaining Reliability Standards that focus the industry's attention on those issues that support the reliability of the Bulk-Power System. As explained in the <a href="Independent Expert Review Project report">Independent Expert Review Project report</a>, the industry and FERC have expressed concern that a significant number of NERC requirements do not contribute materially to the reliability of the Bulk-Power System.



#### **SAR Information**

Power System. When NERC maintains requirements that do not contribute materially to reliability, registered entities may lose focus on the most critical matters that can adversely impact reliability and resources are diverted from higher priority activities. Standards that do not contribute to reliability should be retired.

Purpose or Goal (How does this request propose to address the problem described above?):

This request proposes to retire a standard that does not contribute materially to reliability.

Identify the objectives of the proposed Reliability Standard's requirements (What specific reliability deliverables are required to achieve the goal?):

N/A – This SAR is proposing a retirement to a Reliability Standard.

Brief Description (Provide a paragraph that describes the scope of this Reliability Standard action.):

The practice of manual Time Error Correction, which is required under BAL-004-0, is a commercial service that does not support reliability. It should be retired.

Detailed Description (Provide a description of the proposed project with sufficient details for the standard drafting team to execute the SAR. Also provide a justification for the development or revision of the Reliability Standard, including an assessment of the reliability and market interface impacts of implementing or not implementing the Reliability Standard action.):

As explained in further detail in the paper "Time Error Correction and Reliability White Paper," the practice of manual Time Error Correction does not support reliability. The current form of manual Time Error Correction is a legacy commercial practice that originated in the 1920s as a commercial service. It was never related to the reliability of the electric grid. In continuing to require the practice of manual Time Error Correction, NERC is diverting industry resources from higher priority activities that impact reliability. The standard drafting team should proceed with the retirement of BAL-004-0 and the elimination of the practice of manual Time Error Correction, developing a careful implementation plan that ensures a safe and coordinated elimination of the practice across each Interconnection.



	Reliability Functions		
The R	The Reliability Standard applies to the following functions (check each one that applies):		
	Regional Reliability Organization	Conducts the regional activities related to planning and operations, and coordinates activities of Responsible Entities to secure the reliability of the Bulk Electric System within the region and adjacent regions.	
	Reliability Coordinator	Responsible for the real-time operating reliability of its Reliability Coordinator Area in coordination with its neighboring Reliability Coordinator's wide area view.	
	Balancing Authority	Integrates resource plans ahead of time, and maintains load- interchange-resource balance within a Balancing Authority Area and supports Interconnection frequency in real time.	
	Interchange Authority	Ensures communication of interchange transactions for reliability evaluation purposes and coordinates implementation of valid and balanced interchange schedules between Balancing Authority Areas.	
	Planning Coordinator	Assesses the longer-term reliability of its Planning Coordinator Area.	
	Resource Planner	Develops a >one year plan for the resource adequacy of its specific loads within a Planning Coordinator area.	
	Transmission Planner	Develops a >one year plan for the reliability of the interconnected Bulk Electric System within its portion of the Planning Coordinator area.	
	Transmission Service Provider	Administers the transmission tariff and provides transmission services under applicable transmission service agreements (e.g., the pro forma tariff).	
	Transmission Owner	Owns and maintains transmission facilities.	
	Transmission Operator	Ensures the real-time operating reliability of the transmission assets within a Transmission Operator Area.	
	Distribution Provider	Delivers electrical energy to the End-use customer.	
	Generator Owner	Owns and maintains generation facilities.	
	Generator Operator	Operates generation unit(s) to provide real and reactive power.	

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Reliability Functions		
Purchasing-Selling Entity	Purchases or sells energy, capacity, and necessary reliability-related services as required.	
Market Operator	Interface point for reliability functions with commercial functions.	
Load-Serving Entity	Secures energy and transmission service (and reliability-related services) to serve the End-use Customer.	

R	Reliability and Market Interface Principles – N/A, as BAL-004-0 does not support any of the Reliability Principles.		
Appl	Applicable Reliability Principles (check all that apply):		
	<ol> <li>Interconnected bulk power systems shall be planned and operated in a coordinat to perform reliably under normal and abnormal conditions as defined in the NERG Standards.</li> </ol>		
	2. The frequency and voltage of interconnected bulk power systems shall be contro defined limits through the balancing of real and reactive power supply and dema		
	<ol> <li>Information necessary for the planning and operation of interconnected bulk pove shall be made available to those entities responsible for planning and operating teliably.</li> </ol>	=	
	4. Plans for emergency operation and system restoration of interconnected bulk power systems shall be developed, coordinated, maintained and implemented.		
	5. Facilities for communication, monitoring and control shall be provided, used and for the reliability of interconnected bulk power systems.	maintained	
	6. Personnel responsible for planning and operating interconnected bulk power systems shall be trained, qualified, and have the responsibility and authority to implement actions.		
	7. The security of the interconnected bulk power systems shall be assessed, monitored and maintained on a wide area basis.		
	8. Bulk power systems shall be protected from malicious physical or cyber attacks.		
	Does the proposed Reliability Standard comply with all of the following Market Interface Principles? N/A (yes/no)		
1	. A Reliability Standard shall not give any market participant an unfair competitive advantage.		
2	A Reliability Standard shall neither mandate nor prohibit any specific market structure.		

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Reliability and Market Interface Principles – N/A, as BAL-004-0 does not support Reliability Principles.	any of the
3. A Reliability Standard shall not preclude market solutions to achieving compliance with that Reliability Standard.	
4. A Reliability Standard shall not require the public disclosure of commercially sensitive information. All market participants shall have equal opportunity to access commercially non-sensitive information that is required for compliance with Reliability Standards.	

	Related Reliability Standards – N/A
Reliability Standard No.	Explanation

	Related SARs – N/A
SAR ID	Explanation

	Regional Variances		
Region	Explanation		
ERCOT			
FRCC			
MRO			
NPCC			
RFC			
SERC			
SPP			

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	Regional Variances
WECC	BAL-004-WECC-02 – Automatic Time Error Correction maintains Interconnection frequency and ensures that (automatic) Time Error Corrections and Primary Inadvertent Interchange paybacks are conducted in a manner that does not adversely affect the reliability of the Interconnection.