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Dates & Events

<u> April 2018</u>

- 1 Effective date for <u>IRO-</u> 018-1(i) and <u>TOP-010-</u> 1(i)
- 5 NERC Inverter-Based Resource <u>Webinar</u> <u>Series</u>

<u>May 2018</u>

- 2 NERC Inverter-Based Resource <u>Webinar</u> <u>Series</u>
- 17 NERC Inverter-Based Resource <u>Webinar</u> <u>Series</u>

<u>Selected Regional</u> <u>Compliance / Training</u> <u>Events</u>

<u>April 2018</u>

- 17-18 FRCC Spring RE Workshop
- 18 <u>TRE Spring Standards</u> and Compliance Workshop
- 24 <u>RFC Reliability</u> <u>Workshop</u>

Electric Reliability Update

MARCH 30, 2018

NERC

NERC Appoints New President - March 16 - The NERC Board of Trustees <u>appointed</u> James ("Jim") B. Robb as NERC's new President and CEO. Mr. Robb is currently the CEO of WECC and will begin his role as NERC's President and CEO on April 9.

NERC Files Comments on Proposed Critical Infrastructure Protection Standards - March 26 - NERC filed <u>comments</u> on FERC's Notice of Proposed Rulemaking (NOPR) proposing to approve Reliability Standards CIP-013-1 (Cyber Security – Supply Chain Risk Management), CIP-005-6 (Cyber Security – Electronic Security Perimeters) and CIP-010-3 (Cyber Security – Configuration Change Management and Vulnerability Assessments). The proposed standards, which would address FERC's directives in Order No. 829, would modify currently-effective CIP Reliability Standards to reduce cybersecurity risks associated with supply chain management.

NERC Submits Proposed Reliability Standard PRC-025-2 (Generator Relay Loadability) - March 16 – NERC submitted a <u>petition for approval</u> of proposed Reliability Standard PRC-025-2 (Generator Relay Loadability), which addresses setting load-responsive protective relays associated with generation facilities at a level to prevent unnecessary tripping of generators during a system disturbance for conditions that do not pose a risk of damage to the associated equipment. Proposed Reliability Standard PRC-025-2 improves upon currently-effective Reliability Standard PRC-025-1 by addressing certain relay setting application issues and by clarifying certain terminology and references. NERC asked FERC to find the proposed standard just and reasonable and also requests that FERC approve the associated implementation plan, violation risk factors, and violation severity levels.

NERC and WECC Jointly Submit Proposed Regional Reliability Standard FAC-501-WECC-2

(Transmission Maintenance) - March 16 – NERC and WECC filed with FERC a joint petition for approval of proposed Regional Reliability Standard FAC-501-WECC-2 (Transmission Maintenance), the purpose of which is to ensure that each transmission owner of major WECC transmission paths have a Transmission Maintenance and Inspection Plan ("TMIP") and performs and documents maintenance and inspection activities in accordance with the TMIP. The proposed standard was developed following a periodic review of the currently-effective version of the standard, FAC-501-WECC-1, which became effective in 2011. NERC asked FERC to find the proposed standard just and reasonable and also requests that FERC approve the associated implementation plan, violation risk factors, and violation severity levels.

NERC Requests Approval of Amended Compliance and Certification Committee Charter - March 15 -NERC submitted to FERC a <u>petition for approval</u> of proposed amendments to its Compliance and Certification Committee ("CCC") Charter. The CCC engages with, supports, and advises the NERC Board and NERC regarding all facets of the NERC Compliance Monitoring and Enforcement Program, Organization Registration program, and Organization Certification program. The proposed revisions relate to the participation of CCC observers in NERC audits of the Regional Entities in accordance with Appendix 4A of the NERC Rules of Procedure.

Two Reliability Standards Become Effective April 1, 2018

The following standards have an effective date of April 1, 2018:

• IRO-o18-1(i) – <u>Reliability Coordinator Real-time Reliability Monitoring and Analysis Capabilities</u> - establishes Reliability Coordinator requirements for real-time monitoring and analysis capabilities to support reliable system operations.

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NERC Balloting & Comment Deadlines

<u> April 2018</u>

23 Additional Ballot, Initial Ballot, Nonbinding Poll, and Comments Due: Project 2015-10 – Single Points of Failure – TPL-001-5 and Implementation Plan

- 30 <u>Comments Due</u>: Project 2018-01 – Canadian-specific Revisions to TPL-007-2 – SAR
- 30 <u>Initial Ballot and</u> <u>Comments Due</u>: Project 2016-02 – Modifications to CIP Standards – Control Center Definition and Implementation Plan
- 30 <u>Additional Ballot, Non-</u> <u>binding Poll, and</u> <u>Comments Due</u>: Project 2016-02 – Modifications to CIP Standards – CIP-012-1 Draft 3
- 30 Additional Ballot, Nonbinding Poll, and Comments Due: Project 2016-02 – Modifications to CIP Standards – CIP-002-6 Draft 2

<u>May 2018</u>

7 <u>Initial Ballot, Non-</u> <u>binding Poll, and</u> <u>Comments Due</u>: Project 2017-06 – Modifications to BAL-002-2 – BAL-002-3 TOP-010-1(i) – <u>Real-Time Reliability Monitoring and Analysis Capabilities</u> – establishes Transmission Operator and Balancing Authority Area requirements for real-time monitoring and analysis capabilities to support reliable system operations.

Seventh Annual Human Performance Conference - March 27-29 - NERC's Seventh Annual <u>Human</u> <u>Performance Conference</u>, focused on improving human performance with respect to the bulk power system, was held in Atlanta, Georgia

Cybersecurity

Russian and Iranian Hackers Linked to Cyberattacks on FERC and Nuclear Power Industry - March 21 -U.S. security officials <u>linked</u> several cyberattacks on the nuclear power industry to a Russian government hacking operation. The attacks, aimed at the energy grid and other power infrastructure, took place in 2017 and occurred as early as 2016. At a recent <u>Senate Committee on Environment and Public Works</u> <u>hearing</u>, Nuclear Regulatory Commission officials explained that although many nuclear power plant networks were affected, no safety, security, or emergency preparedness functions were impacted. FERC was also <u>targeted</u> by an Iran-based company that reportedly stole email account information from several employees. FERC is working with federal law enforcement authorities to evaluate the nature of the stolen information.

NIST Releases Draft of Systems Security Engineering Volume 2 - March 21 - The National Institute of Standards and Technology <u>released the initial public draft</u> of *NIST Special Publication 800-160 Volume 2*, *Systems Security Engineering: Cyber Resiliency Considerations for the Engineering of Trustworthy Secure Systems*, providing guidelines for organizations to address Advanced Persistent Threats - threats to IT infrastructure orchestrated for purposes of exfiltrating information, undermining, or impeding critical aspects of a mission, program, or organization. Volume 2 is meant to be used in conjunction with NIST Special Publication 800-160 Volume 1, Systems Security Engineering: Considerations for a Multidisciplinary Approach in the Engineering of Trustworthy Secure Systems, which is the flagship Systems Security Engineering guideline (formerly referred to only as SP 800-160).

Other Developments

FirstEnergy Requests DOE Emergency Order - March 29 - FirstEnergy Solutions Corp. (FES) submitted a <u>request</u> to the Department of Energy for an emergency order under Section 202(c) of the Federal Power Act to prevent premature retirement of nuclear and coal-fired power plants in the PJM footprint. Specifically, FES requests that DOE issue an order directing certain existing nuclear and coal-fired generators to enter into contracts with PJM to generate and deliver electric energy, and for PJM to compensate at-risk nuclear and coal-fired power plants "for the full benefits they provide to energy markets and the public at large, including fuel security and diversity."

About Us

The Van Ness Feldman Electric Reliability Update is published by <u>Malcolm McLellan, Suzanne P. Keppeler,</u> <u>Van Smith, Gabe Tabak, Darsh Singh, 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 @VANNESSFELDMAN

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