

NOTICE OF SPECIFIED PENALTY

Date of Issue: July 11, 2019		Payment Due Date: August 12, 2019	
MSA File Number	2018-516	Specified Penalty Amount	\$1,500
Registered Entity Name	City of Medicine Hat		
Asset ID (if applicable)	CMH1	Self-Report	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
ISO Rule	203.3	Date of Contravention	June 12, 2018
Date of Referral/Self Report	December 19, 2018	This is the first contravention by this asset for this rule within a rolling 12 month period.	

EVENT DETAILS

At approximately 14:07 on June 12, 2018, MW restatements were submitted for the CMH1 generating asset. These MW restatements affected energy offers for the HE 15, 16 and 17 settlement intervals, within two hours of the start of each settlement interval. Subsection 4(2) of section 203.3 of the ISO rules states, in part:

A pool participant that submits an offer must submit a MW restatement redistributing the MW to represent the operating state of the source asset, as soon as reasonably practicable, if the source asset cannot comply with the current offer as a result of:

(a) either

- (i) an acceptable operational reason; or
- (ii) an operational deviation and such restatement is required under subsection 5(3) of section 203.4 of the ISO rules, Delivery Requirements for Energy; and

an available capability restatement under subsection 2 cannot reasonably accommodate the source asset's operating state; [...]

FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of ISO rule 203.3.

MATERIAL FACTS

The material facts relied upon by the MSA include the following:

1. AESO available capability, energy offer, dispatch and generation data for CMH1 for June 12, 2018.
2. AESO information request issued to the City of Medicine Hat dated November 23, 2018.
3. The City of Medicine Hat's response to the AESO information request dated November 29, 2018.
4. Referral from the AESO to the MSA dated December 19, 2018.
5. Additional information provided by the City of Medicine Hat to the MSA dated January 28, 2019, in response to a MSA communication dated January 25, 2019.

DELIVERY OF PAYMENT

Payment by cheque or certified funds is to be made out to the "General Revenue Fund c/o Minister of Finance", and delivered to the Alberta Utilities Commission (AUC) at: 1400, 600 – 3rd Avenue S.W., Calgary, Alberta, T2P 0G5. Questions in respect of delivery of payment should be directed to the AUC. The payment should reference this notice and related MSA File #. Delivery of payment should also be confirmed by email to compliance@albertamsa.ca, with copy to the following AUC personnel: Jeremy Smith (Financial Accountant) Jeremy.Smith@auc.ab.ca, and Greg Andrews (Investigator) Greg.Andrews@auc.ab.ca.

NOTICE

The Market Surveillance Administrator (MSA) is granted the power and authority under s. 52 of the *Alberta Utilities Commission Act* to issue a Notice of Specified Penalty where the MSA is satisfied that a person has contravened an ISO rule. Specified penalties are set out in AUC Rule 019.

In accordance with the relevant enactments and rules, a dispute regarding the issuance of a Notice of Specified Penalty or failure to pay the specified penalty in accordance with this notice will result in a hearing or other proceeding before the AUC.

In accordance with s. 5(1) of AUC Rule 019 this Notice of Specified Penalty will be made public no earlier than receipt of confirmation of payment from the Commission and no later than 45 days after issuance. The MSA will, if applicable, also post on its website the link to any decision of the AUC respecting the specified penalty.

If your organization disputes the issuance of this Notice of Specified Penalty, or if you have any other questions or comments regarding this matter, please contact the MSA compliance team at compliance@albertamsa.ca.

SIGNATURE

Signature		Signature Date	July 11, 2019
Name	Anders Renborg	Title	Director, Compliance