

NOTICE OF SPECIFIED PENALTY

Date of Issue: August 11, 2016

Payment Due Date: September 12, 2016

MSA File Number:	2016-221	Specified Penalty Amount:	\$ 750
Market Participant Name:	Alberta-Pacific Forest Industries		
Asset ID (if applicable):	AFG1	Self Report	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
ISO Rule:	203.3	Date of Contravention:	July 2, 2016
Date of Referral/Self Report:	July 14, 2016	This is the first contravention by this asset for this rule within a rolling 12 month period.	

EVENT DETAILS

At 10:42 on July 2, 2016, AFG1 restated MW offers and available capability (AC) for hour ending (HE) 13 i.e. within two hours of the start of the HE 13 settlement interval (T-2). Information available to the MSA indicated that the 10:42 restatement could have been submitted prior to T-2 and therefore was not submitted as soon as reasonably practicable. Information available to the MSA also indicated that a restatement of AC alone could have accommodated the AFG1 asset's operating state. ISO rule section 203.3 indicates that if there is a change in AC of the source asset, the pool participant must restate AC as soon as reasonably practicable. Rule section 203.3 also indicates that if a source asset cannot comply with a current offer due to an acceptable operational reason, a MW restatement to represent a change in the operating state of the source asset may only be used if an available capability restatement 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 energy offer, available capability, and acceptable operational reason data for AFG1 for July 2, 2016.
2. Self-report from Alberta-Pacific Forest Industries to the MSA dated July 14, 2016.

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: 4th Floor, 425 - 1st Street S.W., Calgary, Alberta, T2P 3L8. Questions in respect of delivery of payment should be addressed to the Director of Finance, 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: Sabi Ghavami (Director, Finance) sabi.ghavami@auc.ab.ca, and Andrew Davison (Senior Market Analyst) andrew.davison@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:	"Original Signed"	Signature Date:	August 11, 2016
Name:	Doug Doll	Title:	Director Corporate Services and Compliance