

NOTICE OF SPECIFIED PENALTY

Date of Issue: January 15, 2018		Payment Due Date: February 14, 2018	
MSA File Number	2017-489	Specified Penalty Amount	\$1,500
Registered Entity Name	Daishowa-Marubeni International Ltd.		
Asset ID (if applicable)	DAI1	Self-Report	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
ISO Rule	205.3	Date of Contravention	August 22, 2017
Date of Referral/Self Report	December 14, 2017	This is the second contravention by this asset for this rule within a rolling 12 month period.	

EVENT DETAILS

At approximately 00:58 on August 21, 2017, the available capability for the HE 08 through HE 18 settlement intervals on August 22, 2017 for generating asset DAI1 was restated from 52 MW to 0 MW. However, DAI1 remained dispatched for 10 MW of spinning reserve during the period affected by the available capability restatement until approximately 15:14, when its ancillary services offer was restated to 0 MW of spinning reserve for the HE 16 through HE 24 settlement intervals on August 22, 2017. Subsection 3(4) of section 205.3 of the ISO rules states:

A pool participant that submits an offer must, as soon as reasonably practicable, submit a restatement to represent the operating state of the pool asset if:

- (a) the pool asset is no longer able to deliver the MW set out in the offer; or
- (b) the pool participant is not able to meet the requirements set out in section 205.4 of the ISO rules, Regulating Reserve Technical Requirements and Performance Standards, section 205.5 of the ISO rules, Spinning Reserve Technical Requirements and Performance Standards or section 205.6 of the ISO rules, Supplemental Reserve Technical Requirements and Performance Standards, as applicable.

FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of ISO rule 205.3.

MATERIAL FACTS

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

1. AESO available capability, dispatch and ancillary services offer data for DAI1 for August 22, 2017.
2. AESO information request issued to Daishowa-Marubeni International Ltd. dated November 20, 2017.
3. Daishowa-Marubeni International Ltd.'s response to the AESO information request dated November 28, 2017.
4. Referral from the AESO to the MSA dated December 14, 2017.

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 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	"Original Signed"	Signature Date	January 15, 2018
Name	Andrew Wilkins	Title	Manager, Compliance