

NOTICE OF SPECIFIED PENALTY

Date of Issue: September 13, 2018		Payment Due Date: October 15, 2018	
MSA File Number	2018-207	Specified Penalty Amount	\$1,500
Registered Entity Name	TransAlta Generation Partnership		
Asset ID (if applicable)	KH3	Self-Report	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
ISO Rule	203.4	Date of Contravention	February 24, 2018
Date of Referral/Self Report	June 7, 2018	This is the first contravention by this asset for this rule within a rolling 12 month period.	

EVENT DETAILS

At approximately 00:56 on February 24, 2018, the KH3 generating asset received and accepted an energy dispatch for 177 MW, effective immediately. However, KH3 experienced an operational deviation. KH3 did not reach the prescribed dispatch level plus or minus the allowable dispatch variance until approximately 02:11, and no available capability or MW restatement was submitted during this period. Subsection 5(3) of section 203.4 of the ISO rules states:

A pool participant must, if an operational deviation extends for twenty (20) minutes or longer, submit an available capability restatement or MW restatement for the generating source asset that represents the operational capability of the generating source asset and must do so no later than twenty (20) minutes after the commencement of the operational deviation.

FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of ISO rule 203.4.

MATERIAL FACTS

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

1. AESO available capability, dispatch, generation and energy offer data for KH3 for February 24, 2018.
2. AESO information Request issued to TransAlta Generation Partnership dated May 3, 2018.
3. TransAlta Generation Partnership's response to the AESO information request dated May 17, 2018.
4. Referral from the AESO to the MSA dated June 7, 2018.

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	"Original Signed"	Signature Date	September 13, 2018
Name	Doug Doll	Title	Director, Corporate Services and Compliance