

NOTICE OF SPECIFIED PENALTY

Date of Issue: September 20, 2019		Payment Due Date: October 21, 2019	
MSA File Number	2019-251	Specified Penalty Amount	\$1,500
Registered Entity Name	MAG Energy Solutions Inc.		
Asset ID (if applicable)	MGXB	Self-Report	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
ISO Rule	203.6	Date of Contravention	December 2, 2018
Date of Referral/Self Report	June 10, 2019	This is the first contravention by this asset for this rule within a rolling 12 month period.	

EVENT DETAILS

For HE24 on December 2, 2018 MAG Energy Solutions Inc. declared an export bid of 0 MW for MGXB two hours prior to the start of the settlement interval. Associated E-Tags for MGXB for HE24 indicate that a total of 50 MW was exported from Alberta to British Columbia during that hour. Subsection 5 of section 203.6 of the ISO rules states:

5(1) Notwithstanding subsection 3.5.2 of the ISO rules, Submission Timing, a pool participant with an import or export energy interchange transaction must submit through the Energy Trading System the import offer or export bid for the interchange transaction, as applicable, no later than two (2) hours prior to the start of the settlement interval in order for the interchange transaction to be included in the energy market merit order.

FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of ISO rule 203.6.

MATERIAL FACTS

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

1. E-tag and AESO export bid data for MGXB for December 2, 2018.
2. AESO information request issued to MAG Energy Solutions Inc. dated May 28, 2019.
3. MAG Energy Solutions Inc.'s response to the AESO information request dated June 6, 2019.
4. Referral from the AESO to the MSA dated June 10, 2019.
5. Additional information provided by MAG Energy Solutions Inc. to the MSA dated July 31, 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	"Original Signed"	Signature Date	September 13, 2019
Name	Anders Renborg	Title	Director, Compliance