

NOTICE OF SPECIFIED PENALTY

Date of Issue: December 10, 2019		Payment Due Date: January 20, 2020	
MSA File Number	2019-380	Specified Penalty Amount	\$2,500
Registered Entity Name	West Fraser Mills Ltd.		
Asset ID (if applicable)	WWD1	Self-Report	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
ISO Rule Section	203.3	Date of Contravention	February 20, 2019
Date of Referral/Self Report	August 23, 2019	This is the second contravention by this asset for this section of the ISO rules within a rolling 12 month period.	

EVENT DETAILS

Between approximately 15:15 and 15:40 on February 20, 2019 a series of operational issues occurred at the WWD1 asset. At 16:30 WWD1 submitted a MW restatement moving 5 MW from offer block 0 (offered at \$0.00) to offer block 1 (offered at \$999.00). The restatement affected HE 17-22, with HE 17-19 being within the T-2 period. The restatement at 16:30 provided the reason "Boilers tripped" but did not change the asset's declared available capability. Section 203.3 of the ISO rules states in part:

2(2) A pool participant that submits an offer must, if there is a change to the available capability of the source asset as a result of any of the circumstances outlined in subsections 2(1)(a), (b) or (c), submit an available capability restatement revising the available capability for the applicable hours, as soon as reasonably practicable.

4 (2) 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, dispatch, generation and energy offer data for WWD1 for February 20, 2019.
2. AESO information request issued to West Fraser Mills Ltd., dated July 17, 2019.
3. West Fraser Mills Ltd.'s response to the AESO information request, dated July 31, 2019.
4. Referral from the AESO to the MSA dated August 23, 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	December 10, 2019
Name	Andrew Wilkins	Title	Director, Compliance