

NOTICE OF SPECIFIED PENALTY

Date of Issue: May 5, 2020		Payment Due Date: June 4, 2020	
MSA File Number	2020-024	Specified Penalty Amount	\$2,500
Registered Entity Name	TransAlta Generation Partnership		
Asset ID (if applicable)	SD4	Self-Report	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
ISO Rule Section	203.3	Date of Contravention	June 27, 2019
Date of Referral/Self Report	January 29, 2020	This is the second contravention by this asset for this section of the ISO rules within a rolling 12 month period.	

EVENT DETAILS

On June 27, 2019, the SD4 generating asset submitted a restatement at approximately 07:59:48 restating the minimum stable generation from 65 MW to 160 MW impacting settlement intervals including HE 09 and HE 10, and also restating the Block 0 offers from 120 MW to 160 MW impacting settlement intervals HE 09 and HE 10. Information available to the MSA indicates that the restatement was not submitted in accordance with subsection 5 of section 203.3 of the ISO rules, which states:

5(1) A pool participant that submits an offer must, if there is a change to the minimum stable generation as a result of any acceptable operational reason, submit a minimum stable generation restatement for the source asset for the applicable hours, as soon as reasonably practicable.

(2) If the restated minimum stable generation:

- (a) is lower than the previously submitted minimum stable generation; and
- (b) the restatement is submitted within two (2) hours of the start of the settlement interval,

then the pool participant is prohibited from restating the MW of the operating block with the lowest offer price for the source asset.

(3) If the restated minimum stable generation:

- (a) is higher than the previously submitted minimum stable generation; and
- (b) the restatement is submitted within two (2) hours of the start of the settlement interval,

then the pool participant, when restating an increase to the MW of the operating block with the lowest offer price for the source asset in order to comply with subsection 3(4)(b) of section 203.1 of the ISO rules, Offers and Bids, must take any such additional MW from the operating blocks with the next highest offer price in ascending order.

(4) A pool participant must submit the reason or reasons for submitting a minimum stable generation restatement under subsection 5(1).

FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of section 203.3 of the ISO rules.

MATERIAL FACTS

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

1. AESO available capability, dispatch, generation and offer data for SD4 for June 27, 2019.
2. AESO information request issued to TransAlta Generation Partnership, dated December 4, 2019.
3. TransAlta Generation Partnership's response to the AESO information request, dated January 20, 2020.
4. Referral from the AESO to the MSA dated January 29, 2020.

DELIVERY OF PAYMENT

Payment by cheque or certified funds is to be made payable to the "General Revenue Fund c/o Minister of Finance", and delivered to Alberta Energy at: 9945 – 108 Street NW, Edmonton, Alberta, T5K 2G6. The payment should reference this Notice of Specified Penalty and related MSA File #. Electronic copies of the payment and confirmation of delivery should be sent by email to compliance@albertamsa.ca and enforcement@auc.ab.ca. Questions can be directed to compliance@albertamsa.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	May 5, 2020
Name	Andrew Wilkins	Title	Director, Compliance