

## NOTICE OF SPECIFIED PENALTY

|                              |                |  |   |
|------------------------------|----------------|--|---|
| Date of Issue: May 29, 2020  |                | Payment Due Date: June 29, 2020  |   |
| MSA File Number              | 2020-075       | <b>Specified Penalty Amount</b>  | <b>\$1,250</b>  |
| Registered Entity Name       | Balancing Pool |  |   |
| Asset ID (if applicable)     | KH1            | Self-Report  | <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO |
| ISO Rule Section             | 203.4          | Date of Contravention  | February 28, 2020   |
| Date of Referral/Self Report | March 25, 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 February 28, 2020, the KH1 generating asset was dispatched for 199 MW of energy effective at 15:03:00. During each of the 10 minute clock periods between minute ending 15:41 and 16:00, KH1's average generation varied from the dispatch MW by more than the allowable dispatch variance. Section 203.4 of the ISO rules states in part:

3(1) A pool participant must not, during generating asset steady state, vary the average MW it delivers from a generating source asset in any 10 minute clock period from the dispatch MW by more than the allowable dispatch variance.

### FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of section 203.4 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 KH1 for February 28, 2020.
2. Self-report submitted by the Balancing Pool to the MSA dated March 25, 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](mailto:compliance@albertamsa.ca) and [enforcement@auc.ab.ca](mailto:enforcement@auc.ab.ca). Questions can be directed to [compliance@albertamsa.ca](mailto: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](mailto:compliance@albertamsa.ca).

### SIGNATURE

|           |                   |                |                      |
|-----------|-------------------|----------------|----------------------|
| Signature | "Original Signed" | Signature Date | May 29, 2020         |
| Name      | Andrew Wilkins    | Title          | Director, Compliance |