

NOTICE OF SPECIFIED PENALTY

Date of Issue: June 5, 2020		Payment Due Date: July 6, 2020	
MSA File Number	2020-087	Specified Penalty Amount	\$2,500
Registered Entity Name	International Paper Canada Pulp Holdings ULC		
Asset ID (if applicable)	WEY1	Self-Report	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
ISO Rule Section	203.4	Date of Contravention	July 24, 2019
Date of Referral/Self Report	March 30, 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 July 24, 2019, at approximately 05:04, the WEY1 asset experienced an operational deviation. As a result, WEY1 varied the average MW it delivered from its dispatch, by more than its allowable dispatch variance, for the 10 minute clock periods from 05:00 through 08:49. At approximately 07:36, the WEY1 operator verbally informed the ISO of the operational deviation. Information available to the MSA indicates that International Paper Canada Pulp Holdings ULC did not verbally inform the ISO as soon as practical of the occurrence of the operational deviation. Section 203.4 of the ISO rules states in part:

- 5(1) A pool participant must, if a generating source asset experiences an operational deviation, verbally inform the ISO as soon as practical of the occurrence of the operational deviation and provide a description of the cause if known.
- (2) A pool participant must inform the ISO of the information required under subsection 5(1) on a telephone line the ISO designates, which must contain a voice recording system.
- (3) 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 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 WEY1 for July 24, 2019.
2. AESO information request issued to International Paper Canada Pulp Holdings ULC, dated December 17, 2019.
3. International Paper Canada Pulp Holdings ULC's response to the AESO information request, dated January 14, 2020.
4. Referral from the AESO to the MSA dated March 30, 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	June 5, 2020
Name	Andrew Wilkins	Title	Director, Compliance