

## NOTICE OF SPECIFIED PENALTY

Date of Issue: December 22, 2020		Payment Due Date: January 28, 2021	
MSA File Number	2020-371	<b>Specified Penalty Amount</b>	<b>\$1,250</b>
Market Participant 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	October 9, 2020
Date of Referral/Self Report	November 5, 2020	This is the second contravention by this asset for this section of the ISO rules within a rolling 12 month period.	
<b>EVENT DETAILS</b>			
<p>On October 9, 2020, from approximately 22:56 to 23:22, the KH1 generating asset operated outside of its allowable dispatch variance (ADV), and varied the average MW it delivered by more than its ADV in three 10 minute clock periods. Section 203.4 of the ISO rules states, in part</p> <p style="padding-left: 40px;">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 outside the allowable dispatch variance</p>			
<b>FINDINGS</b>			
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.			
<b>MATERIAL FACTS</b>			
<p>The material facts relied upon by the MSA include the following:</p> <ol style="list-style-type: none"> <li>1. AESO available capability, dispatch, generation and offer data for KH1 for October 9, 2020.</li> <li>2. Self-report submitted by the Balancing Pool to the MSA dated November 5, 2020.</li> </ol>			
<b>DELIVERY OF PAYMENT</b>			
<p>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 <a href="mailto:compliance@albertamsa.ca">compliance@albertamsa.ca</a> and <a href="mailto:enforcement@auc.ab.ca">enforcement@auc.ab.ca</a>. Questions can be directed to <a href="mailto:compliance@albertamsa.ca">compliance@albertamsa.ca</a>.</p>			
<b>NOTICE</b>			
<p>The Market Surveillance Administrator (MSA) is granted the power and authority under s. 52 of the <i>Alberta Utilities Commission Act</i> 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.</p> <p>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.</p> <p>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.</p> <p>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 <a href="mailto:compliance@albertamsa.ca">compliance@albertamsa.ca</a>.</p>			
<b>SIGNATURE</b>			
Signature	"Original Signed"	Signature Date	December 22, 2020
Name	Andrew Wilkins	Title	Director, Compliance