

## NOTICE OF SPECIFIED PENALTY

|                                  |                   |   |   |
|----------------------------------|-------------------|---|---|
| Date of Issue: February 18, 2021 |                   | Payment Due Date: March 22, 2021  |   |
| MSA File Number                  | 2020-409          | <b>Specified Penalty Amount</b>   | <b>\$250</b>  |
| Market Participant Name          | Balancing Pool    |   |   |
| Asset ID (if applicable)         | SH2               | Self-Report   | <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO |
| ISO Rule Section                 | 205.5             | Date of Contravention   | November 5, 2020  |
| Date of Referral/Self Report     | November 27, 2020 | This is the first contravention by this asset for this section of the ISO rules within a rolling 12 month period. |   |

### EVENT DETAILS

On November 5, 2020, at approximately 03:09:10, the SH2 asset received a directive to provide 20 MW of spinning reserve. Ten minutes following the directive, the increase in real power from SH2 was less than the directed amount. Section 205.5 of the ISO rules states in part:

10(1) A pool participant must, within ten (10) minutes following receipt of a directive to provide spinning reserve, ensure that its pool asset is providing a quantity of real power equal to the instantaneous amount of real power of the pool asset at the time of the directive and the amount of real power set out in the directive.

### FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of section 205.5 of the ISO rules.

### MATERIAL FACTS

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

1. AESO available capability, dispatch, directive, generation and offer data for SH2 for November 5, 2020.
2. Self-report submitted by the Balancing Pool to the MSA dated November 27, 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 | February 18, 2021    |
| Name      | Andrew Wilkins    | Title          | Director, Compliance |