

NOTICE OF SPECIFIED PENALTY

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| Date of Issue: May 31, 2021 | | Payment Due Date: July 5, 2021 | |
| MSA File Number | 2020-434 | Specified Penalty Amount | \$1,250 |
| Market Participant Name | TransAlta Generation Partnership | | |
| Asset ID (if applicable) | SD4 | Self-Report | <input checked="" type="checkbox"/> YES <input type="checkbox"/> NO |
| ISO Rule Section | 203.3 | Date of Contravention | November 6 to 9, 2020 |
| Date of Referral/Self Report | December 17, 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 November 6, 2020, TransAlta Generation Partnership (TransAlta) identified an issue with the SD4 generating asset which prevented operation until repaired. However, it was not until November 7, 2020, at 11:56:49, that an available capability (AC) restatement to 0 MW was submitted. In addition, for a period spanning November 7 through 9, 2020, the AC of SD4 was 300 MW; however, no restatement was submitted and the declared AC of SD4 remained at 406 MW. Information available to the MSA indicates that AC restatements were not submitted as soon as reasonably practicable. Section 203.3 of the ISO rules states, in part:

2(2) A pool participant that submits an offer must, if there is a change to the available capability of the source asset as a result of any of the circumstances outlined in subsections 2(1)(a), (b) or (c), submit an available capability restatement revising the available capability for the applicable hours, as soon as reasonably practicable.

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 November 6 to 9, 2020.
2. Self-report submitted by TransAlta to the MSA dated December 17, 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

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|-----------|-------------------|----------------|----------------------|
| Signature | "Original Signed" | Signature Date | May 31, 2021 |
| Name | Andrew Wilkins | Title | Director, Compliance |