

NOTICE OF SPECIFIED PENALTY

Date of Issue: September 16, 2021		Payment Due Date: October 18, 2021	
MSA File Number	2021-184	Specified Penalty Amount	\$500
Market Participant Name	Canadian Hydro Developers, Inc.		
Asset ID (if applicable)	SUM1	Self-Report	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
ISO Rule Section	205.3	Date of Contravention	November 11, 2020
Date of Referral/Self Report	May 5, 2021	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 11, 2020, the SUM1 asset was dispatched to provide 10 MW of spinning reserve between 07:00 and 23:00, and 10 MW of supplemental reserve between 23:00 and 24:00. During settlement intervals HE 20 through HE 24, information available to the MSA indicates SUM1 was no longer able to deliver the MW set out in the offers, and did not submit a restatement for spinning or supplemental reserve to represent the operating state of the pool asset. Section 205.3 of the ISO rules states in part:

- 3(4) A pool participant that submits an offer must, as soon as reasonably practicable, submit a restatement to represent the operating state of the pool asset if:
- (a) the pool asset is no longer able to deliver the MW set out in the offer; or
 - (b) the pool participant is not able to meet the requirements set out in Section 205.4 of the ISO rules, Regulating Reserve Technical Requirements and Performance Standards, Section 205.5 of the ISO rules, Spinning Reserve Technical Requirements and Performance Standards or Section 205.6 of the ISO rules, Supplemental Reserve Technical Requirements and Performance Standards, as applicable.

FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of section 205.3 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 SUM1 for November 11, 2020.
2. AESO information request issued to Canadian Hydro Developers, Inc., dated March 26, 2021.
3. TransAlta Corporation's response, on behalf of Canadian Hydro Developers, Inc., to the AESO information request, dated April 7, 2021.
4. Referral from the AESO to the MSA dated May 5, 2021.
5. Additional information provided by TransAlta Corporation, on behalf of Canadian Hydro Developers, Inc., to the MSA dated August 30, 2021.

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	September 16, 2021
Name	Andrew Wilkins	Title	Director, Compliance