

NOTICE OF SPECIFIED PENALTY

Date of Issue: August 12, 2022		Payment Due Date: September 12, 2022	
MSA File Number	2022-118	Specified Penalty Amount	\$250
Market Participant Name	Alberta Electric System Operator		
Asset ID (if applicable)		Self-Report	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
ISO Rule Section	203.6	Date of Contravention	March 24 through 27, 2022
Date of Referral/Self-Report	April 19, 2022	This is the first contravention for this section of the ISO rules within a rolling 12-month period.	

EVENT DETAILS

Between March 24 through 27, 2022, during 12 settlement intervals, the AESO's pro rata calculation performed by the OATI curtailment manager tool was not correct. This resulted in the misallocation of curtailments across import assets totalling 381 MW over the period. Section 203.6 of the ISO rules states in part:

- 11(4) The ISO must comply with the following procedures in the following sequence to mitigate the remaining constraint:
- [...]
 - (c) curtail at the effective level:
 - [...]
 - (iv) transmission services of any effective energy interchange transactions on a pro rata basis in accordance with the following formula:
 - scheduled amount of each effective interchange transaction;
 - multiplied by
 - total amount necessary to mitigate the constraint;
 - divided by
 - total scheduled amount of all effective interchange transactions.

FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of section 203.6 of the ISO rules.

MATERIAL FACTS

- The material facts relied upon by the MSA include the following:
1. AESO interchange, available capability, and offer data for March 24, 2022 through 27, 2022.
 2. Self-report submitted by the Alberta Electric System Operator to the MSA dated April 19, 2022.
 3. Additional information provided by the Alberta Electric System Operator to the MSA dated June 28, 2022 in response to an MSA information request.

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	August 12, 2022
Name	Andrew Wilkins	Title	Director, Compliance