

NOTICE OF SPECIFIED PENALTY

Date of Issue: September 12, 2025		Payment Due Date: October 13, 2025	
MSA File Number	2025-106	Specified Penalty Amount	\$250
Market Participant Name	Alberta Electric System Operator		
Asset ID (if applicable)	N/A	Self-Report	☒ YES ☐ NO
ISO Rule Section	206.2	Date of Contravention	February 11, 2025
Date of Referral/Self Report	March 17, 2025	This is the first contravention for this section of the ISO rules within a rolling 12-month period.	

MSA FINDINGS

On February 11, 2025, the ISO determined that anticipated supply cushion was less than the supply cushion threshold for settlement intervals later that day. While it was feasible to issue a unit commitment directive to an eligible long lead time asset to minimize the anticipated supply cushion deficit, the ISO did not issue a unit commitment directive.

Section 206.2 of the ISO rules states, in part:

- 4(1) The ISO must, if the anticipated supply cushion determined under subsection 3(1) will be less than the supply cushion threshold for any settlement interval:
- (a) minimize the deficit to the extent reasonable for the safe, reliable and economic operation of the interconnected electric system by issuing unit commitment directives to pool participants for eligible long lead time assets; and
 - (b) determine the order of unit commitment directives according to relative economic merit, including on the basis of the estimated cost and physical constraint parameters of eligible long lead time assets submitted under subsection 2(1).

The MSA is satisfied that the conduct was a contravention of section 206.2 of the ISO rules.

DELIVERY OF PAYMENT

Payment can be made by electronic funds transfer (EFT). Please reach out to compliance@albertamsa.ca for instructions. When submitting the EFT, please send an email to AU.FinOps@gov.ab.ca, compliance@albertamsa.ca and enforcement@auc.ab.ca noting the MSA file #, market participant name, name as appears on bank account, payment amount and the date of the payment. 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.

APPROVED BY

Andrew Wilkins, Executive Director, Market Assessment, on September 12, 2025