

NOTICE OF SPECIFIED PENALTY

Date of Issue: June 10, 2016

Payment Due Date: July 11, 2016

MSA File Number:	RS2016-015	Specified Penalty Amount:	\$ 2,250
Registered Entity Name:	Pembina NGL Corporation		
Reliability Standard :	COM-001-AB1-1.1	Self Report	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
Requirement:	R3	Accepted Mitigation Plan:	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
Date of Referral/Self Report:	February 24, 2016	Date of Contravention:	October 1, 2013 to June 30, 2015

EVENT DETAILS

Pursuant to the Alberta Electric System Operator (AESO) Alberta Reliability Standards 2015-2017 audit schedule, the AESO conducted a scheduled Q3/2015 compliance monitoring audit of Pembina NGL Corporation. The applicable audit period with respect to COM-001-AB1-1.1 extended from October 1, 2013 to June 30, 2015. Based upon AESO audit findings, COM-001-AB1-1.1 was contravened as follows:

- From October 1, 2013 to June 30, 2015, there was insufficient evidence to demonstrate that alternate voice telecommunication facilities were managed and tested at Granite 342S substation. **R3** of the standard states:

R3 The ISO and each operator of a transmission facility must manage and test its alternate voice and message telecommunication facilities.

MR3 Evidence of managing and testing its alternate voice and message telecommunication facilities as required in requirement **R3** exists. Evidence may include:

- a list identifying each telecommunication facility as determined to be alternate;
- documented procedures describing how to manage and test its alternate telecommunication facilities; and
- records of testing.

FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of Reliability Standard COM-001-AB1-1.1, requirement R3.

MATERIAL FACTS

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

- AESO Alberta Reliability Standards Compliance Monitoring Audit Report dated February 24, 2016 based upon findings of the AESO Q3/2015 reliability compliance audit of Pembina NGL Corporation.
- Pembina NGL Corporation's response to MSA's information request dated April 28, 2016.
- Mitigation Plan from Pembina NGL Corporation to the MSA dated May 6, 2016.
- Pembina NGL Corporation's certification of mitigation plan completion dated May 30, 2016.
- Pembina NGL Corporation's response to MSA's information request dated June 3, 2016.

DELIVERY OF PAYMENT

Payment by cheque or certified funds is to be made out to the "General Revenue Fund c/o Minister of Finance", and delivered to the Alberta Utilities Commission (AUC) at: 4th Floor, 425 - 1st Street S.W., Calgary, Alberta, T2P 3L8. Questions in respect of delivery of payment should be addressed to the Director of Finance, AUC. The payment should reference this notice and related MSA File #. Delivery of payment should also be confirmed by email to compliance@albertamsa.ca, with copy to the following AUC personnel: Sabi Ghavami (Director, Finance) sabi.ghavami@auc.ab.ca, and Andrew Davison (Senior Market Analyst) andrew.davison@auc.ab.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 a reliability standard. Specified penalties are set out in AUC Rule 027.

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 027 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.

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SIGNATURE

Signature:	"Original Signed"	Signature Date:	June 10, 2016
Name:	Doug Doll	Title:	Director Corporate Services and Compliance