

NOTICE OF SPECIFIED PENALTY

Date of Issue: September 15, 2016

Payment Due Date: October 17, 2016

MSA File Number:	RS2016-066	Specified Penalty Amount:	\$ 10,000
Registered Entity Name:	Air Liquide Canada Ltd.		
Reliability Standard :	CIP-001-AB1-1	Self Report	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
Requirement:	R3	Accepted Mitigation Plan:	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
Date of Referral/Self Report:	August 12, 2016	Date of Contravention:	July 22, 2014 to March 31, 2016

EVENT DETAILS

Pursuant to the Alberta Electric System Operator (AESO) Alberta Reliability Standards 2016-2018 audit schedule, the AESO conducted a scheduled Q2/2016 compliance monitoring audit of Air Liquide Canada Ltd. The applicable audit period with respect to CIP-001-AB1-1 extended from April 1, 2013 to March 31, 2016. Based upon AESO audit findings, CIP-001-AB1-1 was contravened as follows:

- Between July 22, 2014 and March 31, 2016, certain operating personnel were either not annually provided with sabotage reporting procedures or were not provided with sabotage reporting procedures prior to assuming their role as operator. **R3** of the standard states:

R3 Each responsible entity must annually provide its operating personnel with sabotage event response procedures, including personnel to contact, for reporting sabotage events.

MR3 Written procedures exist, content is complete and meets the requirements of R3. Records indicate that operating personnel were provided with the sabotage event response procedures and related contact information within the previous 12 months.

FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of Reliability Standard CIP-001-AB1-1, requirement R3.

MATERIAL FACTS

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

- AESO Alberta Reliability Standards Compliance Monitoring Audit Report dated August 12, 2016 based upon findings of the AESO Q2/2016 reliability compliance audit of Air Liquide Canada Ltd.

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.

SIGNATURE

Signature:	"Original Signed"	Signature Date:	September 15, 2016
Name:	Doug Doll	Title:	Director Corporate Services and Compliance

