

NOTICE OF SPECIFIED PENALTY

Date of Issue: September 27, 2019		Payment Due Date: October 28, 2019	
MSA File Number	RS2018-277	Specified Penalty Amount	\$5,000
Registered Entity Name	ENMAX Energy Corporation		
Reliability Standard	VAR-002-AB-3	Self-Report	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
Requirement	R4	Accepted Mitigation Plan	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
Date of Referral/Self Report	August 27, 2018	Date of Contravention	July 9, 2018

EVENT DETAILS

On July 9, 2018 ENMAX Energy Corporation's aggregated generating facility experienced a reduction in reactive capability due to a partial trip of a DVAR unit. ENMAX Energy Corporation failed to notify the ISO within 30 minutes after becoming aware of the change in reactive capability. VAR-002-AB-3 states, in part:

R4 Each operator of a generating unit and operator of an aggregated generating facility must notify the ISO within thirty (30) minutes after becoming aware of a change in reactive capability due to factors other than a status change described in requirement R3.

R4.1 If the capability has been restored within thirty (30) minutes of the operator of a generating unit or operator of an aggregated generating facility becoming aware of such change, then the operator is not required to notify the ISO of the change in reactive capability.

R4.2 If a generating unit or an aggregated generating facility is in testing, start-up, shut-down or offline mode, requirement R4 does not apply.

MR4 Evidence of notifying the ISO within thirty (30) minutes of becoming aware of a change in capability as required in requirement R4 exists. If the capability has been restored within the first thirty (30) minutes of the operator of a generating unit or operator of an aggregated generating facility becoming aware of such change, no evidence of notification is necessary. Evidence may include, but is not limited to, voice recordings or operator logs.

FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of Reliability Standard VAR-002-AB-3, requirement R4.

MATERIAL FACTS

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

1. Self-report submitted by ENMAX Energy Corporation to the MSA dated August 27, 2018.
2. Completed Mitigation Plan submitted on September 5, 2019 by ENMAX Energy Corporation to the MSA.

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: 1400, 600 – 3rd Avenue S.W., Calgary, Alberta, T2P 0G5. Questions in respect of delivery of payment should be directed to the 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: Jeremy Smith (Financial Accountant) Jeremy.Smith@auc.ab.ca, and Greg Andrews (Investigator) Greg.Andrews@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 27, 2019
Name	Anders Renborg	Title	Director, Compliance