

## NOTICE OF SPECIFIED PENALTY

Date of Issue: September 3, 2019		Payment Due Date: October 3, 2019	
MSA File Number	RS2018-320	<b>Specified Penalty Amount</b>	<b>\$3,750</b>
Registered Entity Name	Pembina NGL Corporation		
Reliability Standard	PRC-001-AB2-1	Self-Report	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
Requirement	R6	Accepted Mitigation Plan	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
Date of Referral/Self Report	November 7, 2018	Date of Contravention	September 15, 2015

### EVENT DETAILS

Pursuant to the Alberta Electric System Operator (AESO) Alberta Reliability Standards 2018–2020 Audit Schedule, the AESO conducted a scheduled Q3/2018 compliance monitoring audit of Pembina NGL Corporation. The applicable audit period with respect to PRC-001-AB2-1 extended from July 1, 2015 to September 30, 2017. Based upon the AESO's Audit findings, PRC-001-AB2-1 was contravened as follows:

There was insufficient evidence submitted by Pembina NGL Corporation to demonstrate that Pembina NGL Corporation had coordinated all protection systems including existing, new and modified, related to expansion of the Redwater – Granite 342S and Scoria 318S, with the adjacent legal owner of a transmission facility and the ISO. PRC-001-AB2-1 states, in part:

**R6** Each legal owner of a transmission facility must coordinate all protection systems including existing, new and modified protection systems with each adjacent legal owner of a transmission facility, affected legal owner of a generating unit, affected legal owner of an aggregated generating facility, affected interconnected transmission operators and the ISO.

**MR6** Evidence exists that could include, but is not limited to, revised fault analysis study, letters of agreement on settings, notifications of changes, that meets the requirements as specified in requirement R6.

### FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of Reliability Standard PRC-001-AB2-1, requirement R6.

### MATERIAL FACTS

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

1. Referral from the AESO to the MSA dated November 7, 2018, including the AESO Alberta Reliability Standards Compliance Monitoring Audit Report on the AESO Q3/2018 compliance monitoring audit of Pembina NGL Corporation.
2. Completed Mitigation Plan submitted on August 19, 2019 by Pembina NGL 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](mailto:compliance@albertamsa.ca), with copy to the following AUC personnel: Jeremy Smith (Financial Accountant) [Jeremy.Smith@auc.ab.ca](mailto:Jeremy.Smith@auc.ab.ca), and Greg Andrews (Investigator) [Greg.Andrews@auc.ab.ca](mailto: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](mailto:compliance@albertamsa.ca).

**SIGNATURE**

Signature	"Original Signed"	Signature Date	September 3, 2019
Name	Anders Renborg	Title	Director, Compliance