

NOTICE OF SPECIFIED PENALTY

Date of Issue: June 3, 2025		Payment Due Date: July 3, 2025	
MSA File Number	RS2025-024	Specified Penalty Amount	\$ 1,500
Market Participant Name	ATCO Electric Ltd.		
Reliability Standard	FAC-008-AB-3	Self-Report	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
Requirement	R6	Accepted Mitigation Plan	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
Date of Self Report	March 3, 2025	Date of Contravention	December 1, 2022

MSA FINDINGS

Requirement R6 of FAC-008-AB-3 states:

Each legal owner of a transmission facility, legal owner of a generating unit and legal owner of an aggregated generating facility must have facility ratings for its facilities that are consistent with:

- (a) the facility ratings methodology in accordance with requirements R2 or R3, for a transmission facility, a generating unit and an aggregated generating facility; and
- (b) the documentation in accordance with requirement R1, for a generating unit and an aggregated generating facility.

From December 1, 2022, to April 16, 2024, the facility ratings for the transmission line 7L238 were not consistent with the facility ratings methodology developed in accordance with requirement R3.

As a result, the MSA is satisfied that ATCO Electric Ltd. contravened requirement R6 of FAC-008-AB-3 from December 1, 2022, to April 16, 2025.

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 Alberta 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.

APPROVED BY

Derek Olmstead, Administrator and CEO, on June 2, 2025