

NOTICE OF SPECIFIED PENALTY

Date of Issue: September 15, 2025		Payment Due Date: October 15, 2025	
MSA File Number	RS2025-048	Specified Penalty Amount¹	\$ 12,500
Market Participant Name	Milner Power II Limited Partnership by its General Partner, Milner Power II Inc.		
Reliability Standard	PRC-025-AB-2	Self-Report	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
Requirement	R1	Accepted Mitigation Plan	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
Date of Self Report	April 7, 2025	Date of Contravention	October 1, 2024

MSA FINDINGS

Requirement R1 of PRC-025-AB-2 states:

R1 Each legal owner of a generating unit, legal owner of an aggregated generating facility, and legal owner of a transmission facility must apply settings that are in accordance with Appendix 3 - Relay Loadability Evaluation Criteria to protection systems, excluding those listed in Appendix 2 – Excluded Protection Systems, on each load-response protection relay while maintaining reliable fault protection.

The MSA is satisfied that Milner Power II Limited Partnership by its General Partner, Milner Power II Inc. contravened requirement R1 of PRC-025-AB-2 from October 1, 2024 to September 15, 2025 as the settings on load-response protection relays were not applied in accordance with Appendix 3 - Relay Loadability Evaluation Criteria.

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

Daniela Cismaru - Advisor, Reliability Standards, on September 11, 2025.

¹ Specified penalty amount conditional on the completion of the accepted Mitigation Plan.