

NOTICE OF SPECIFIED PENALTY

Date of Issue: September 15, 2025		Payment Due Date: October 15, 2025	
MSA File Number	RS2025-064	Specified Penalty Amount¹	\$ 12,500
Market Participant Name	City of Medicine Hat		
Reliability Standard	PER-005-AB-2	Self-Report	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
Requirement	R3	Accepted Mitigation Plan	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
Date of Self Report	May 2, 2025	Date of Contravention	July 2, 2024

MSA FINDINGS

Requirement R3 of PER-005-AB-2 states, in part:

R3 The ISO and each operator of a transmission facility must verify, at least once, the capabilities of its real time operating personnel, identified in requirement R1, assigned to perform each of the bulk electric system company-specific real time reliability-related tasks identified under requirement R1.1.

R3.1 Within six (6) months of a modification or addition of a bulk electric system company specific real time reliability-related task, the ISO and each operator of a transmission facility must verify the capabilities of each of its real time operating personnel identified in requirement R1 to perform the new or modified bulk electric system company-specific real time reliability-related tasks identified in requirement R1.1.

The MSA is satisfied that City of Medicine Hat contravened R3 of PER-005-AB-2 from July 2, 2024, to September 15, 2025 as it did not verify, at least once, the capabilities of its real time operating personnel, identified in requirement R1, assigned to perform each of the bulk electric system company-specific real time reliability-related tasks identified under requirement R1.1.

The MSA determined this contravention to be at a Severe severity level due to the lack of available information demonstrating that training was provided to all of its real time operating personnel.

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.