

NOTICE OF SPECIFIED PENALTY

Date of Issue: September 17, 2025		Payment Due Date: October 17, 2025	
MSA File Number	RS2025-118	Specified Penalty Amount¹	\$ 12,500
Market Participant Name	TransCanada Energy Ltd.		
Reliability Standard	PRC-005-AB2-6	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	August 1, 2025	Date of Contravention	September 30, 2022

MSA FINDINGS

Requirement R3 of PRC-005-AB2-6 states, in part:

R3. Each legal owner of a transmission facility, legal owner of a generating unit, and legal owner of an aggregated generating facility that uses time-based maintenance program(s) must maintain its protection system, automatic reclosing, and sudden pressure relaying components that are included within the time-based maintenance program in accordance with the minimum maintenance activities and maximum maintenance intervals prescribed within Tables 1-1 through 1-5, Table 2, Table 3, Tables 4-1 through 4-3, and Table 5 of Appendix 1.

The MSA is satisfied that TransCanada Energy Ltd. contravened requirement R3 of PRC-005-AB2-6 from September 30, 2022 to September 17, 2025 as components included within the time-based maintenance program were not maintained in accordance with the minimum maintenance activities and maximum maintenance intervals prescribed in Appendix 1.

The MSA determined this contravention to be at a Severe severity level, as the contravention was identified in preparation of an AESO audit and as the maintenance plan did not account for changes to the outage schedule(s) to maintain compliance with the requirement.

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.