NOTICE OF SPECIFIED PENALTY

Date of Issue: October 16, 2026		Payment Due Date: November 16, 2026	
MSA File Number	RS2026-040	**Specified Penalty Amount[1]**	**$1,500.00**
Market Participant Name:	Pembina NGL Corporation		
Reliability Standard	VAR-501-WECC-AB-1	Self-Report	Yes: ☒ No: ☐
Requirement	R1	Accepted Mitigation Plan	Yes: ☒ No: ☐
Date of Referral / Self Report	February 19, 2026	Date of Contravention:	April 01, 2023 - June 30, 2023

MSA FINDINGS

R1 of VAR-501-WECC-AB-1 states:

> Each operator of a generating unit equipped with a power system stabilizer must have the power system stabilizer in service ninety-eight (98%) of all operating hours except that the operating hours determined in accordance with requirements R 1.1 through 1.12 inclusive may be excluded to achieve the ninety-eight percent (98%) requirement.

Based on the information provided by Pembina NGL Corporation (PEL), the Market Surveillance Administrator is satisfied that PEL contravened Requirement R1 of VAR-501-WECC-AB-1 on Q2 2023 as the power system stabilizer at Redwater was not in service at least ninety-eight (98%) of all operating hours.

The MSA determined that the contravention is of lower severity based on the presented facts and in consideration of the impact, the risk or the scope of the contravention.

The MSA accepted the mitigation plan, in accordance with section 4.9(c) of AUC Rule 027, as the actions correct the contravention and are intended to prevent recurrence.

DELIVERY OF PAYMENT

Payment can be made by electronic funds transfer (EFT). Please reach out to enforcement@albertamsa.ca for instructions. When submitting the EFT, please send an email to AU.FinOps@gov.ab.ca, enforcement@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 enforcement@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 unless it qualifies for the public reporting exception for critical infrastructure protection (CIP) contraventions in s. 5.3 of AUC Rule 027. 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 enforcement@albertamsa.ca.

APPROVED BY

Daniela Cismaru, Advisor, Alberta Reliability Standards on October 15, 2026

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