

NOTICE OF SPECIFIED PENALTY

Date of Issue: June 25, 2012

Payment Due Date: July 25, 2012

MSA File Number:	2012-157	Specified Penalty Amount:	\$ 1,500
Market Participant Name:	Milner Power Limited Partnership by its General Partner Milner Power Inc.		
Asset ID (if applicable):	HRM	Self Report	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
ISO Rule:	6.6	Date of Contravention:	January 20, 2012
Date of Referral/Self Report:	June 4, 2012	This is the first contravention by this asset for this rule within a rolling 12 month period.	

EVENT DETAILS

On January 20, 2012 at approximately 19:53, the HRM asset accepted an advanced energy dispatch down from 117 MW to 90 MW effective at 20:00. HRM began to move directionally to the energy dispatch at 20:05; however, steady state was not achieved. The calculated maximum time to meet the dispatch was 20:29, at which time the HRM asset was generating at 104 MW. At 21:00, the HRM asset was dispatched up to 144 MW. Section 6.6.3(b) of ISO Rule 6.6 requires that a generating asset must reach generating asset steady state in no longer than the period of time calculated as follows: (A) divide the incremental energy market dispatch quantity (MW) by the ramp rate submitted by the pool participant in the Energy Trading System; (B) add forty percent (40%) of the time calculated in rule 6.6.3(b)(i)(A) or five (5) minutes, whichever is greater; (C) add the ten (10) minutes referred to in Rule 6.6.3(a).

FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of ISO Rule 6.6.

MATERIAL FACTS

The material facts relied upon by the MSA include the following:

1. AESO available capability, generation and dispatch data for the HRM asset on January 20, 2012.
2. AESO Information Request to Milner Power Limited Partnership by its General Partner Milner Power Inc. dated May 1, 2012.
3. Milner Power Limited Partnership by its General Partner Milner Power Inc. May 15, 2012 response to AESO Information Request.
4. AESO letter to Milner Power Limited Partnership by its General Partner Milner Power Inc. dated June 4, 2012 notifying of the referral of the matter to the MSA.

DELIVERY OF PAYMENT

Payment by cheque or certified funds is to be made out to the "General Revenue Fund c/o Minister of Finance", and delivered to the Alberta Utilities Commission (AUC) at: 4th Floor, 425 - 1st Street S.W., Calgary, Alberta, T2P 3L8. Questions in respect of delivery of payment should be addressed to the Director of Finance, AUC. The payment should reference this notice and related MSA File #. Delivery of payment should also be confirmed by email to compliance@albertamsa.ca, with copy to the following AUC personnel: Sabi Ghavami (Director, Finance) sabi.ghavami@auc.ab.ca, and Darin Lowther (Director, Market Rules) darin.lowther@auc.ab.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 ISO rule. Specified penalties are set out in AUC Rule 019.

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 019, this Notice of Specified Penalty will be made public no earlier 30 days 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.

SIGNATURE

Signature:	"Original Signed"	Signature Date:	June 25, 2012
Name:	Doug Doll	Title:	Manager Compliance