

NOTICE OF SPECIFIED PENALTY

Date of Issue: January 23, 2013

Payment Due Date: February 25, 2013

MSA File Number:	2012-443	Specified Penalty Amount:	\$ 500
Market Participant Name:	Capital Power (G3) Limited Partnership		
Asset ID (if applicable):	GN3	Self Report	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
ISO Rule:	3.5.3	Date of Contravention:	June 17, 2012
Date of Referral/Self Report:	December 17, 2012	This is the first contravention by this asset for this rule within a rolling 12 month period.	

EVENT DETAILS

On June 16, 2012 at 18:18, Capital Power (G3) Limited Partnership submitted a Minimum Stable Generation (MSG) declaration for GN3 of 176 MW applicable to HE 08-18 on June 17, 2012. On June 17, 2012 at 06:40, the AESO issued a reliability directive to GN3 to reduce generation to 176 MW net to grid - the MSG level declared for GN3 beginning at 07:00. GN3 subsequently communicated to the AESO that the asset could not comply with the directive and subsequently restated MSG to 225 MW at 07:47 for HE 08-18. In this case, the 07:47 restatement was deemed not to be made as soon as reasonably practicable to reflect a change to MSG. ISO rule 3.5.3.2.1 (a) indicates that an MSG restatement must be submitted as soon as is reasonably practicable, if there is a change to the MSG as a result of any acceptable operational reason.

FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of ISO Rule 3.5.3.

MATERIAL FACTS

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

1. AESO generation, dispatch, and MSG declaration data for GN3 for June 17, 2012.
2. AESO Information Request dated October 17, 2012.
3. Capital Power (G3) Limited Partnership information request response dated November 7, 2012.
4. AESO communication to Capital Power (G3) Limited Partnership dated December 3, 2012 requesting additional information.
5. Capital Power (G3) Limited Partnership response dated December 10, 2012 to the request for additional information.
6. AESO letter to Capital Power (G3) Limited Partnership dated December 17, 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:	January 23, 2013
Name:	Doug Doll	Title:	Manager Compliance