

NOTICE OF SPECIFIED PENALTY

Date of Issue: January 23, 2014

Payment Due Date: February 24, 2014

MSA File Number:	2013-427	Specified Penalty Amount:	\$ 5,000
Market Participant Name:	Powerex Corp.		
Asset ID (if applicable):	FNG1	Self Report	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
ISO Rule:	203.4	Date of Contravention:	December 2, 2013
Date of Referral/Self Report:	December 11, 2013	This is the sixth contravention by this asset for this rule within a rolling 12 month period.	

EVENT DETAILS

On December 2, 2013 at 07:48 MST, the FNG1 asset accepted an advance dispatch to 54 MW, effective at 08:00 MST. The asset was required to reach within ADV of the 54 MW dispatch by 08:40 MST. Shortly into the HE 09 settlement interval, FNG1 experienced an operational issue reducing output capability to approximately 37 MW. The declared available capability for FNG1 for current settlement interval (HE 09) remained at 54 MW for the duration of settlement interval. Accordingly, FNG1 output was approximately 12 MW outside the ADV of its 54 MW dispatch for approximately 20 minutes from 08:40 MST to 09:00. ISO Rule 203.4 states that the average MW quantity delivered by a generating asset in any 10-minute clock period must not vary from the energy market dispatch MW quantity by more than the ADV.

FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of ISO Rule 203.4.

MATERIAL FACTS

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

1. AESO dispatch, generation, and available capability submissions data for FNG1 for December 2, 2013.
2. Self-report from Powerex Corp. to the MSA dated December 11, 2013.

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, 2014
Name:	Doug Doll	Title:	Manager, Compliance and Corporate Services