

## NOTICE OF SPECIFIED PENALTY

Date of Issue: May 10, 2016

Payment Due Date: June 10, 2016

MSA File Number:	RS2016-020	<b>Specified Penalty Amount:</b>	\$ 7,500
Registered Entity Name:	Cancarb Limited		
Reliability Standard :	CIP-001-AB1-1	Self Report	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
Requirement:	R3	Accepted Mitigation Plan:	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
Date of Referral/Self Report:	February 26, 2016	Date of Contravention:	June 20 to 23, 2014 and June 27, 2014 to June 9, 2015

### EVENT DETAILS

Pursuant to the Alberta Electric System Operator (AESO) Alberta Reliability Standards 2015-2017 audit schedule, the AESO conducted a scheduled Q4/2015 compliance monitoring audit of Cancarb Limited. The applicable audit period with respect to CIP-001-AB1-1 extended from April 16, 2014 to September 30, 2015. Based upon AESO audit findings, CIP-001-AB1-1 was contravened as follows:

- Between June 20 to 23, 2014 and June 27, 2014 to June 9, 2015, certain operating personnel were either not annually provided with sabotage reporting procedures or were not provided with sabotage reporting procedures prior to assuming their role as operator. **R3** of the standard states:

**R3** Each responsible entity must annually provide its operating personnel with sabotage event response procedures, including personnel to contact, for reporting sabotage events.

**MR3** Written procedures exist, content is complete and meets the requirements of R3. Records indicate that operating personnel were provided with the sabotage event response procedures and related contact information within the previous 12 months.

### FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of Reliability Standard CIP-001-AB1-1, requirement R3.

### MATERIAL FACTS

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

- AESO Alberta Reliability Standards Compliance Monitoring Audit Report dated February 26, 2016 based upon findings of the AESO Q4/2015 reliability compliance audit of Cancarb Limited.
- Completed Mitigation Plan from Cancarb Limited to the MSA dated May 4, 2016.

### 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](mailto:compliance@albertamsa.ca), with copy to the following AUC personnel: Sabi Ghavami (Director, Finance) [sabi.ghavami@auc.ab.ca](mailto:sabi.ghavami@auc.ab.ca), and Andrew Davison (Senior Market Analyst) [andrew.davison@auc.ab.ca](mailto:andrew.davison@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 a 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](mailto:compliance@albertamsa.ca).

## NOTICE OF SPECIFIED PENALTY

### SIGNATURE

Signature:	"Original Signed"	Signature Date:	May 10, 2016
Name:	Doug Doll	Title:	Director Corporate Services and Compliance