| NOTICE OF SPECIFIED PENALTY | | | |
|------------------------------|---------------------------------|-----------------------------------|---------------|
| Date of Issue: July 29, 2024 | | Payment Due Date: August 29, 2024 | |
| MSA File Number | RS2023-157 | | |
| Market Participant Name | Forty Mile Granlea Wind GP Inc. | Specified Penalty Amount | \$5,000 |
| Reliability Standard | VAR-002-AB-4.1 | Self-Report | ⊠ YES □ NO |
| Requirement | R4 | Accepted Mitigation Plan | ⊠ YES □ NO |
| Date of Self Report | July 24, 2023 | Date of Contravention | July 18, 2023 |

MSA FINDINGS

Forty Mile Granlea Wind GP Inc. (FMGW) contravened R4 of VAR-002-AB-4.1 on July 18th, 2023, at 7:51 AM as the AESO was not notified within 30 minutes of the change in reactive power capability of the FMGW generating asset.

VAR-002-AB-4.1 states, in part:

R4 Each operator of a generating unit and operator of an aggregated generating facility must notify the ISO within 30 minutes after becoming aware of a change in reactive power capability due to factors other than a status or control mode change described in requirement R3, or unless:

R4.1 the capability has been restored within 30 minutes of the operator of a generating unit or operator of an aggregated generating facility becoming aware of such change, then the operator is not required to notify the ISO of the change in reactive power capability; or

R4.2 a generating unit or an aggregated generating facility is in testing, start-up, shut-down or offline mode, requirement R4 does not apply.

The MSA is satisfied that the conduct was a contravention of Reliability Standard VAR-002-AB-4.1, requirement R4.

DELIVERY OF PAYMENT

Payment can be made by electronic funds transfer (EFT). Please reach out to compliance@albertamsa.ca for instructions. When submitting the EFT, please send an email to AU.FinOps@gov.ab.ca, compliance@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 compliance@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. 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.

APPROVED BY

Mark Nesbitt, Director, Enforcement on July 25, 2024