

NOTICE OF SPECIFIED PENALTY

Date of Issue: May 10, 2012

Payment Due Date: June 11, 2012

MSA File Number:	2012-075	Specified Penalty Amount:	\$ 1,500
Market Participant Name:	AltaGas Ltd.		
Asset ID (if applicable):	HMT1	Self Report	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
ISO Rule:	6.6	Date of Contravention:	October 23, 2011
Date of Referral/Self Report:	April 13, 2012	This is the first contravention by this asset for this rule within a rolling 12 month period.	

EVENT DETAILS

On October 23, 2011 at approximately 15:30 HMT1 tripped off-line and began to ramp back up at approximately 15:41. At approximately 15:44, while ramping up, the available capability (AC) was restated from 13 MW to 0 MW for HE 16, while the AC for HE 17 & HE 18 was left unchanged at 13 MW. At 15:46 the HMT1 asset accepted an energy dispatch to 0 MW while generating at 12 MW. At 15:47 the HMT1 asset rejected an advance energy dispatch for 13 MW effective at 16:00. The HMT1 rejected a second advance energy dispatch at 16:43 for 13 MW effective at 17:00. As a result, the HMT1 asset remained dispatched to 0 MW between 15:46 and 17:59 while generating at approximately 13 MW. Section 6.6.3 (a) of ISO rule 6.6 states that "in accordance with an energy market dispatch issued to a pool participant, the output of a generating asset which is the subject of the energy market dispatch and is ramping must be changed to move directionally towards the quantity (MW) indicated in that energy market dispatch within ten (10) minutes of the time specified in the energy market dispatch".

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 (AC), dispatch, and generation data for HMT1 asset on October 23, 2011.
2. AESO Information Request to AltaGas Ltd. dated January 30, 2012.
3. AltaGas Ltd. February 9, 2012 response to AESO information request.
4. AESO letter to AltaGas Ltd. dated April 13, 2012 notifying 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:	May 10, 2012
Name:	Doug Doll	Title:	Manager Compliance