

NOTICE OF SPECIFIED PENALTY

Date of Issue: July 18, 2014

Payment Due Date: August 18, 2014

MSA File Number:	2014-235	Specified Penalty Amount:	\$ 1,500
Market Participant Name:	TransAlta Generation Partnership		
Asset ID (if applicable):	BOW1	Self Report	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
ISO Rule:	6.5.3	Date of Contravention:	March 26, 2014
Date of Referral/Self Report:	July 15, 2014	This is the second contravention by this asset for this rule within a rolling 12 month period.	

EVENT DETAILS

On March 26, 2014 at approximately 14:39, the AESO system controller issued an ancillary services directive to BOW1 pertaining to 50 MW of spinning reserves (SR) supplied by BOW1. Information available to the MSA indicates that BOW1 failed to maintain an incremental 50 MW of energy for the duration of the period in which the directive remained in effect due to operator error. ISO Rule 6.5.3 states that the system controller will expect from the ancillary service providers that have accepted an ancillary services dispatch, that when the system controller directs them to deliver an ancillary service, it will be delivered up to the ancillary service dispatched level.

FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of ISO Rule 6.5.3.

MATERIAL FACTS

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

1. AESO information request (IR) issued to TransAlta Generation Partnership on June 19, 2014.
2. TransAlta Generation Partnership IR response to the AESO dated July 7, 2014.
3. AESO letter to TransAlta Generation Partnership dated July 15, 2014 indicating 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:	July 18, 2014
Name:	Doug Doll	Title:	Manager, Compliance and Corporate Services