

NOTICE OF SPECIFIED PENALTY

Date of Issue: August 1, 2014

Payment Due Date: September 2, 2014

MSA File Number:	2014-262	Specified Penalty Amount:	\$ 250
Market Participant Name:	Alberta Newsprint Company		
Asset ID (if applicable):	ANC1	Self Report	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
ISO Rule:	6.5.3	Date of Contravention:	July 14, 2014
Date of Referral/Self Report:	July 29, 2014	This is the first contravention by this asset for this rule within a rolling 12 month period.	

EVENT DETAILS

On July 14th 2014, at approximately 21:51, the Alberta Newsprint Company (ANC) control room received a directive from the Alberta Electric System Operator (AESO) to shed 55MW of load based upon a dispatch for 55 MW of supplemental reserves load (SUPL). ANC failed to respond to the directive until the directive was cancelled at 22:08. ISO Rule 6.5.3 states that for spinning reserve, supplemental reserve generation and supplemental reserve load (SR, SUPG, SUPL), the amount of MW stated in the ancillary service dispatch will be provided within 10 minutes of an ancillary service directive unless there is immediate risk to personnel or equipment safety.

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. Self-report from Alberta Newsprint Company to the MSA dated July 29, 2014.
2. AESO generation and dispatch data for ANC1 for July 14, 2014.

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 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.

SIGNATURE

Signature:	"Original Signed"	Signature Date:	August 1, 2014
Name:	Doug Doll	Title:	Manager, Compliance and Corporate Services