

NOTICE OF SPECIFIED PENALTY

Date of Issue: May 15, 2017		Payment Due Date: June 15, 2017	
MSA File Number	2017-172	Specified Penalty Amount	\$500
Registered Entity Name	Daishowa-Marubeni International Ltd.		
Asset ID (if applicable)	DAI1	Self-Report	<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO
ISO Rule	205.5	Date of Contravention	February 17, 2017
Date of Referral/Self Report	April 19, 2017	This is the first contravention by this asset for this rule within a rolling 12 month period.	

EVENT DETAILS

On February 17, 2017 during the HE 19 settlement period, the DAI1 asset was dispatched to provide 10 MW of spinning reserve generation (SR). At approximately 18:25 DAI1 received an ancillary services directive to increase generation by 10 MW. Ten minutes following the directive, the increase in generation from DAI1 was less than the directed amount. ISO rule section 205.5 indicates that a pool participant must ensure that after receiving a directive to provide spinning reserve, the asset is providing the quantity of real power equal to the instantaneous amount of real power of the asset at the time of the directive plus the amount of real power set out in the directive, no later than ten minutes after receiving the directive.

FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of ISO Rule 205.5.

MATERIAL FACTS

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

1. AESO generation, dispatch, and ancillary service directive data for DAI1 for February 17, 2017.
2. AESO information request issued to Daishowa-Marubeni International Ltd. dated April 3, 2017.
3. Daishowa-Marubeni International Ltd. response to the AESO information request dated April 11, 2017.
4. Referral from the AESO to the MSA dated April 19, 2017.

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: Jeremy Smith (Financial Accountant) jeremy.smith@auc.ab.ca, and Greg Andrews (Investigator) greg.andrews@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	May 15, 2017
Name	Doug Doll	Title	Director, Compliance and Corporate Services