NOTICE OF SPECIFIED PENALTY Date of Issue: November 10, 2016 Payment Due Date: December 12, 2016 2016-327 MSA File Number: Specified Penalty \$ 500 Amount: West Fraser Mills Ltd. Market Participant Name: Asset ID (if applicable): WWD1 Self Report ☐ YES ⊠ NO ISO Rule: 306.5 Date of Contravention: June 15, 2016 to June 16, 2016 This is the first contravention by this asset for this rule within a rolling Date of Referral/Self Report: October 13, 2016 12 month period. **EVENT DETAILS** On June 2, 2016 at 13:14 an available capability (AC) restatement was submitted for WWD1 decreasing the AC from 10 MW to 0 MW for June 16 and 17, 2016 with a stated reason of "Schedule Plant Outage". Information available to the MSA indicated that the need for this outage was known to West Fraser Mills Ltd. on April 21, 2016. ISO rule 306.5 indicates that a pool participant must submit to the ISO, by the first day of every month, information regarding outages that are planned to occur at any time within the next twentyfour months. In the event that the planned outage information is submitted less than three months prior to the start date of the outage, the pool participant must also submit the reasons that the information deviates from the information previously submitted. **FINDINGS** Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of ISO Rule 306.5. **MATERIAL FACTS** The material facts relied upon by the MSA include the following: 1. AESO available capability data for WWD1 from June 16, 2016 to June 17, 2016. AESO information request issued to West Fraser Mills Ltd. dated September 21, 2016. West Fraser Mills Ltd.'s response to the AESO information request dated October 4, 2016. Referral from the AESO to the MSA dated October 13, 2016. **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 Andrew Davison (Senior Market Analyst) andrew.davison@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: November 10, 2016

Title:

Name:

Doug Doll

Director Corporate Services and

Compliance