NOTICE OF SPECIFIED PENALTY				
Date of Issue: March 2, 2017		Payment Due Date: April 3, 2017		
MSA File Number	2017-022	Specified Penalty Amount	\$250	
Registered Entity Name	Shell Canada Energy by its Managing Partner, Shell Canada Limited			
Asset ID (if applicable)	MKR1	Self-Report	⊠ YES □ NO	
ISO Rule	205.5	Date of Contravention	January 7, 2017	
Date of Referral/Self Report	January 25, 2017	This is the first contravention by this asset for this rule within a rolling 12 month period.		

EVENT DETAILS

At approximately 22:20 on January 7, 2017, the generating asset MKR1 received an ancillary services directive to provide 16 MW of spinning reserve energy. The directive continued until approximately 22:36, however, the directive response from the MKR1 asset during this period was insufficient. 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, ancillary service dispatch, and ancillary service directive data for MKR1 for January 7, 2017.
- 2. Self-report from Shell Canada Energy by its Managing Partner, Shell Canada Limited dated January 25, 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: Sabi Ghavami (Director, Finance) sabi.ghavami@auc.ab.ca, and Greg Andrews (Investigator) qreg.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 a reliability standard. 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	March 2, 2017	
Name	Doug Doll	Title	Director, Compliance and Corporate Services	