

NOTICE OF SPECIFIED PENALTY

Date of Issue: September 22, 2017		Payment Due Date: October 23, 2017	
MSA File Number	2017-341	Specified Penalty Amount	\$2,500
Registered Entity Name	Shell Energy North America (Canada) Inc.		
Asset ID (if applicable)	SHXB	Self-Report	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
ISO Rule	203.6	Date of Contravention	August 9, 2017
Date of Referral/Self Report	August 25, 2017	This is the third contravention by this asset for this rule within a rolling 12 month period.	

EVENT DETAILS

On August 9, 2017 the e-tag export volume for export asset SHXB during the HE 01 settlement interval was 100 MW. However, SHXB's bid prior to the start of the HE 01 settlement interval (submitted at 06:52 on August 8, 2017) was for 250 MW. Section 203.6 of the ISO rules indicates that an export bid should correspond to the scheduled interchange transaction. Subsection 5(1) of ISO rule 203.6 states:

Notwithstanding subsection 3.5.2 of the ISO rules, Submission Timing, a pool participant with an import or export energy interchange transaction must submit through the Energy Trading System the import offer or export bid for the interchange transaction, as applicable, no later than two (2) hours prior to the start of the settlement interval in order for the interchange transaction to be included in the energy market merit order.

FINDINGS

Based upon the information obtained by the MSA, the MSA is satisfied that the event was a contravention of ISO rule 203.6.

MATERIAL FACTS

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

1. E-tag data and AESO export bid data for SHXB for August 9, 2017.
2. Self-report submitted by Shell Energy North America (Canada) Inc. to the MSA dated August 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: 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	September 22, 2017
Name	Andrew Wilkins	Title	Manager, Compliance