

NOTICE OF SPECIFIED PENALTY

Date of Issue: August 16, 2023		Payment Due Date: September 15, 2023	
MSA File Number	2023-055	Specified Penalty Amount	\$250
Market Participant Name	MAG Energy Solutions Inc.		
Asset ID (if applicable)	MGXB	Self-Report	<input checked="" type="checkbox"/> YES <input type="checkbox"/> NO
ISO Rule Section	203.6	Date of Contravention	December 27, 2022
Date of Referral/Self Report	February 1, 2023	This is the first contravention by this asset for this section of the ISO rules within a rolling 12-month period.	

EVENT DETAILS

On December 27, 2022 at approximately 11:43, MAG Energy Solutions Inc. declared an export bid of 63 MW for the settlement interval HE 22 on the same day for the MGXB asset. MAG Energy Solutions Inc. did not procure transmission service for this settlement interval and did not submit the appropriate energy restatement as required under section 203.6 of the ISO rules. Section 203.6 of the ISO rules states, in part:

6(4) If:

- (a) the pool participant is unable to procure transmission service, or the transmission service is curtailed by any transmission service provider or the ISO, as referenced under subsection 5(3); or
- (b) there is any other change in the available capability for the sink asset or the source asset, as applicable; then the pool participant must submit, as applicable:
 - (i) an energy restatement in accordance with either subsection 3.5.3.2 or subsection 3.5.4.2 of the ISO rules, Mandatory Energy Restatements; or
 - [...]

FINDINGS

Based on the information obtained by the MSA, the MSA is satisfied that the event was a contravention of section 203.6 of the ISO rules.

MATERIAL FACTS

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

1. Interchange data and AESO bid data for MGXB for December 27, 2022.
2. Self-report submitted by MAG Energy Solutions Inc. to the MSA dated February 1, 2023.

DELIVERY OF PAYMENT

Payment by cheque or certified funds is to be made payable to the "General Revenue Fund c/o Minister of Finance" and delivered to Alberta Affordability and Utilities c/o Energy and Minerals at: 9945 – 108 Street NW, Edmonton, Alberta, T5K 2G6. The payment should reference this Notice of Specified Penalty and related MSA File #. Electronic copies of the payment and confirmation of delivery should be sent by email to compliance@albertamsa.ca and enforcement@auc.ab.ca. Questions can be directed to compliance@albertamsa.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 16, 2023
Name	Mark Nesbitt	Title	Director, Enforcement