

Open House Floor Plan, Southern Alberta System Reinforcement, April 28 - May 15, 2008

Entrance

Welcome and Orientation - Station 1

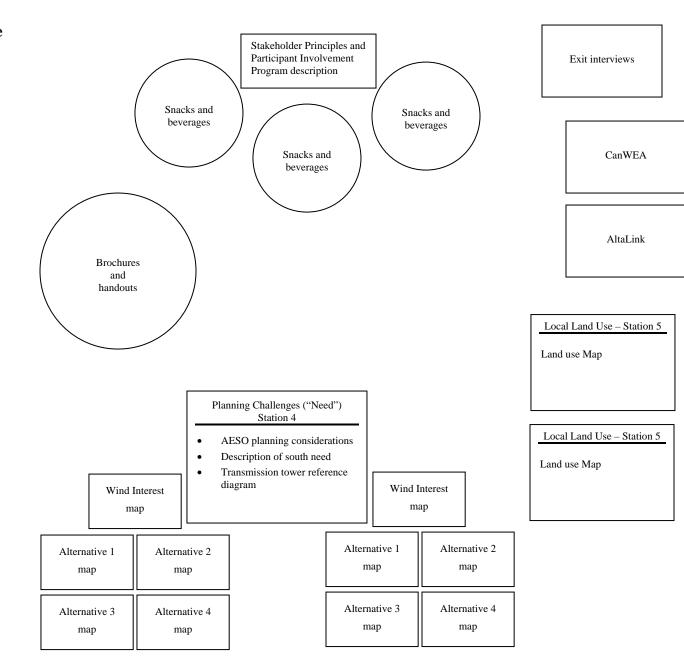
- · Greeting and welcome
- Orientation to OH format and print information/materials available
- · Privacy statement
- Registration

Corporate Information – Station 2

- Who is the AESO? (role)
- AESO statement of Principles
- Transmission approval process (Need and Facilities applications)
- AESO Transmission planning process

Wind and the AIES – Station 3

- Nature of wind energy
- Challenges of integrating wind
- AESO measures to integrate wind. (e.g., AB leads nation)
- Outline process for how individual projects will be connected
- · Queue explained





Welcome

The AESO welcomes you to its open houses on the need to reinforce the electricity system in Southern Alberta

- Registration
- Orientation









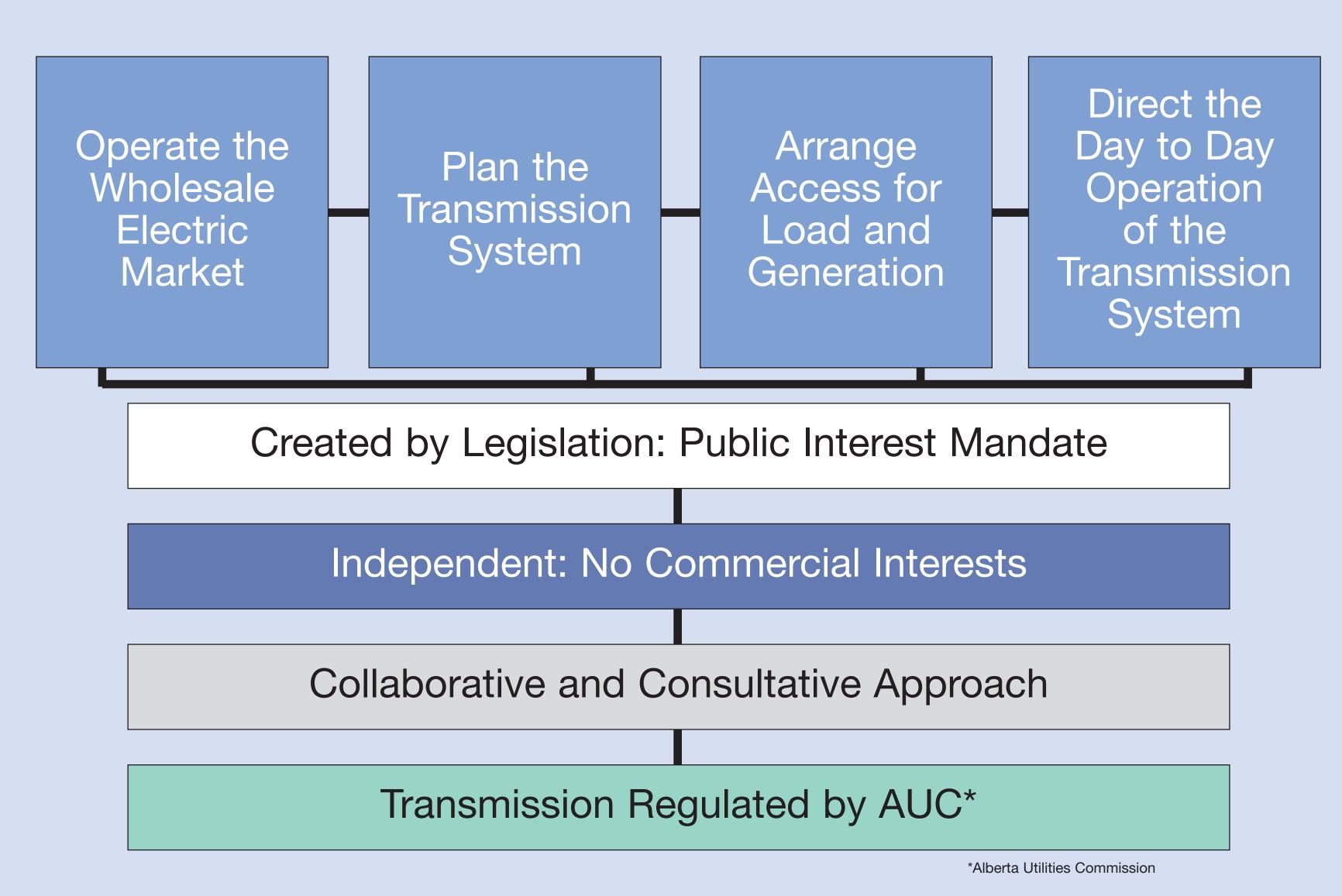








AESO: Our Role and Context



AESO Vision

The AESO will be seen as a **key contributor to the development of Alberta** and the **quality of life** for Albertans, through our leadership role
in the facilitation of **fair, efficient and openly competitive** electricity markets and the **reliable operation** and development of the Alberta
Interconnected Electric System (AIES).





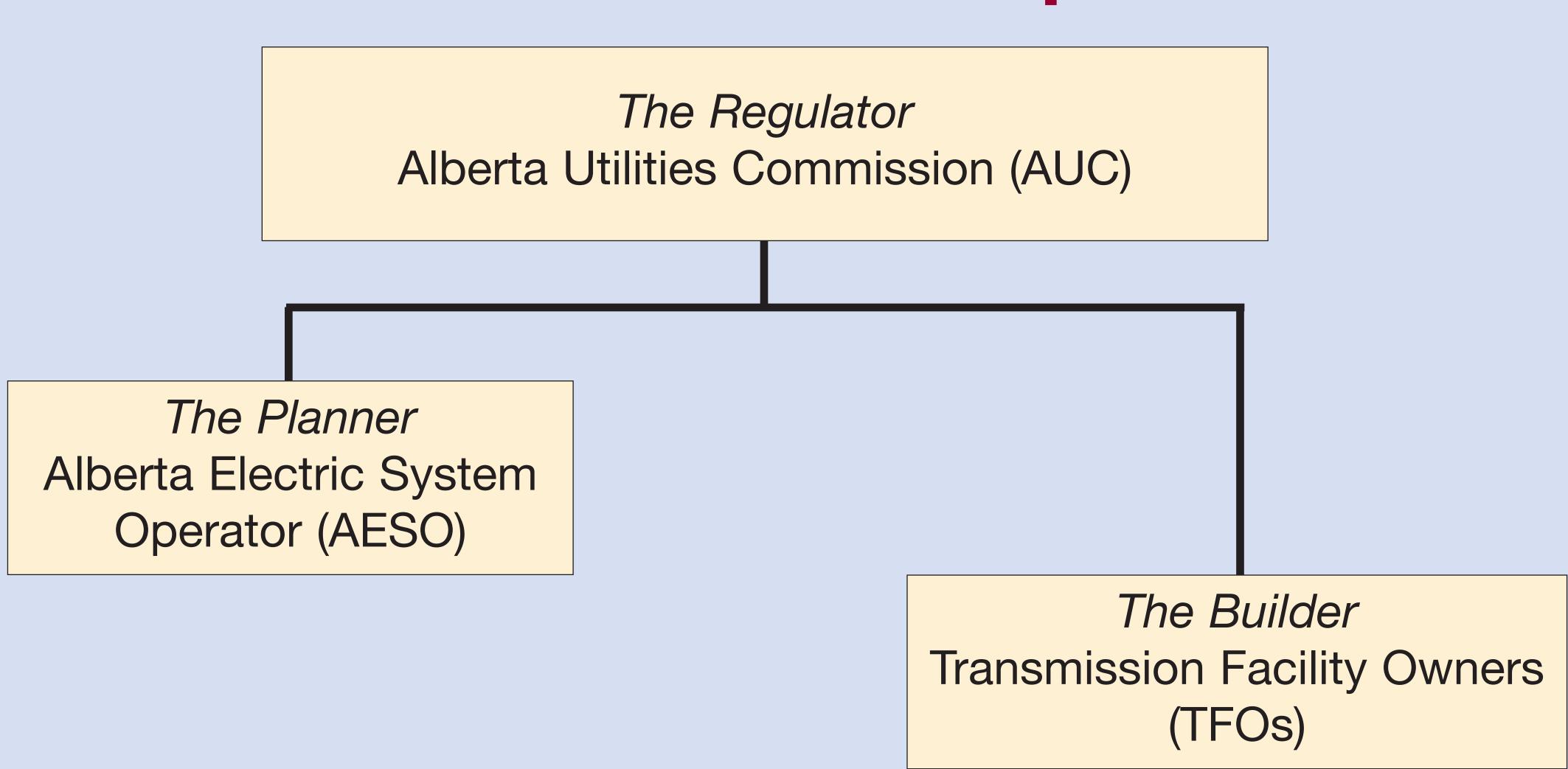








Regulatory Process for Transmission Development



The Process (two parts)

- 1. The Need: The AESO studies the need for transmission development and applies to the AUC for approval.
- 2. The Facilities (lines, towers and substations): To meet the need, the TFO applies to the AUC for approval to construct facilities.

In southern Alberta the TFO is AltaLink.















Transmission Planning at the AESO

20-Year Outlook
Generation and load focused
High level, conceptual transmission alternatives

10-Year Transmission Plan – Roadmap for Transmission Development Context for Need Applications

Specific Bulk and Regional Studies

The AESO's transmission planning process

Two main drivers of transmission planning:

- 1. Generation development (supply)
- 2. Load growth (demand)

System reinforcement

The AESO is constantly monitoring the capacity of the transmission system to reliably meet Albertans' demand for electricity. As our population grows and our economy expands, the need for power increases. To maintain reliability, the transmission system must keep pace with Alberta's growth.









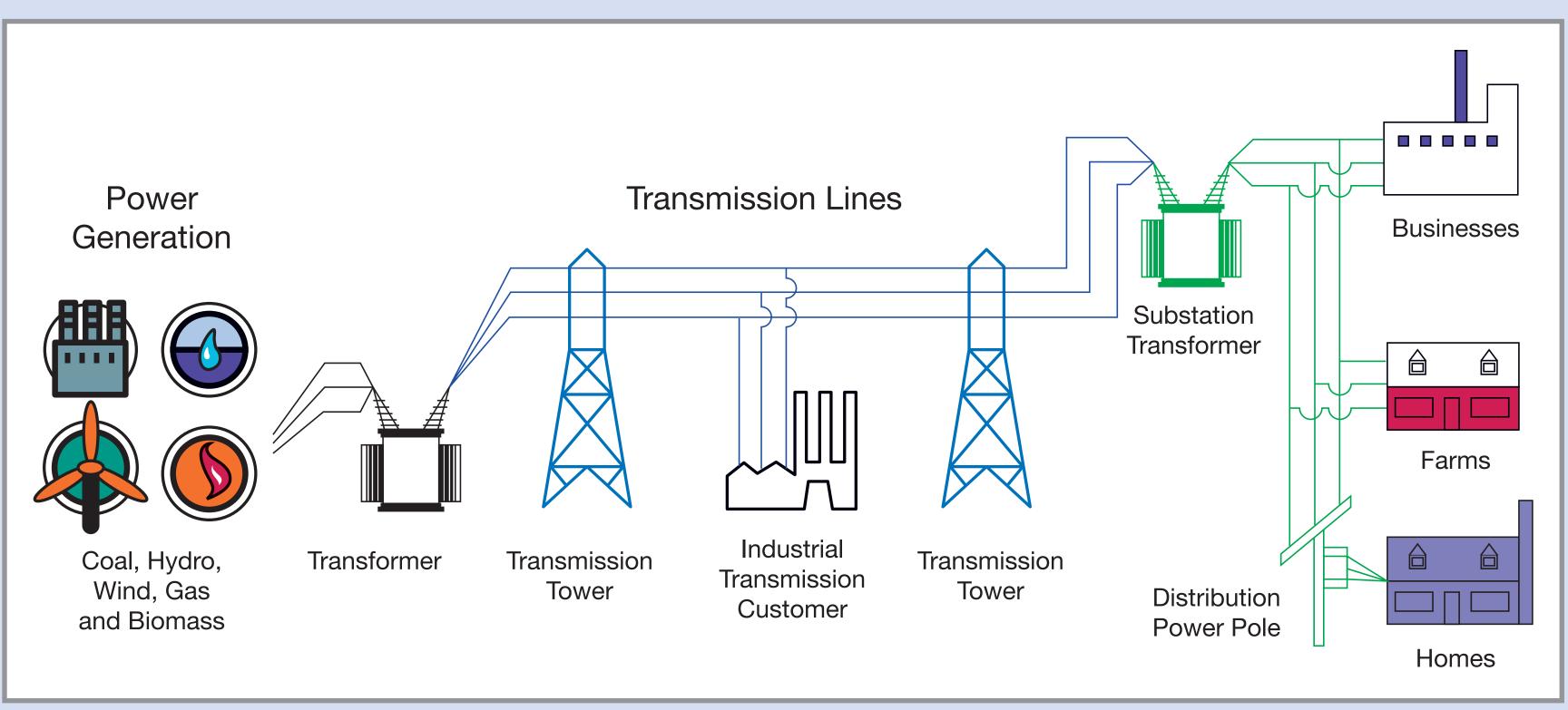






The Big Picture

The Flow of Power

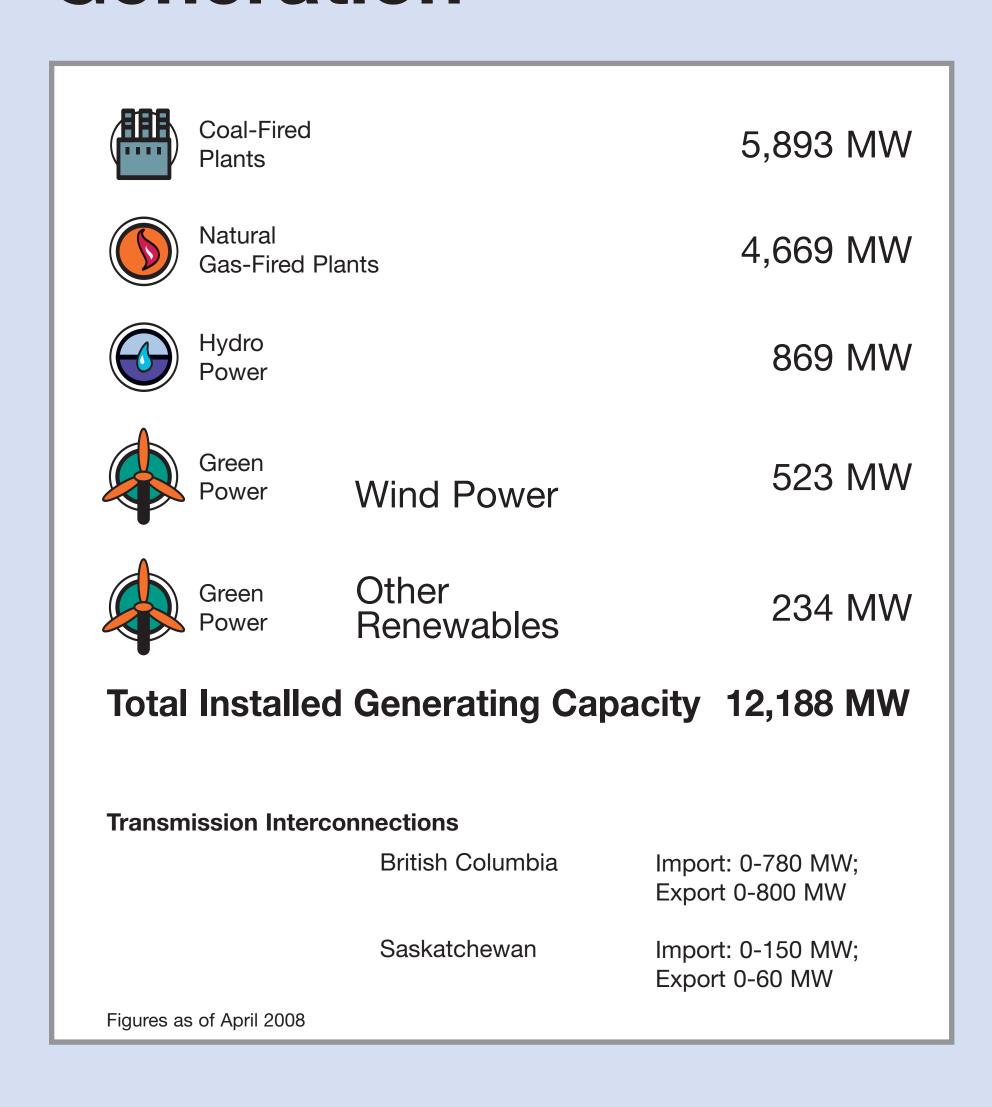


There are three distinct functions involved in moving power from its source to consumers; each plays a different role in a complete electric system.

Alberta's Electric Industry

- More than 21,000 km of transmission lines
- Interties B.C. (up to 780 MW)
 & Saskatchewan
 (up to 150 MW)
- Over 280 generating units
- 9,701 MW system peak demand
- About 200 market participants
- 12,188 MW total maximum generating capacity

Alberta's Electricity Generation



MW – Megawatts















Integrating Wind Energy

Challenge

Wind energy is variable and can be unpredictable

Measures to integrate wind

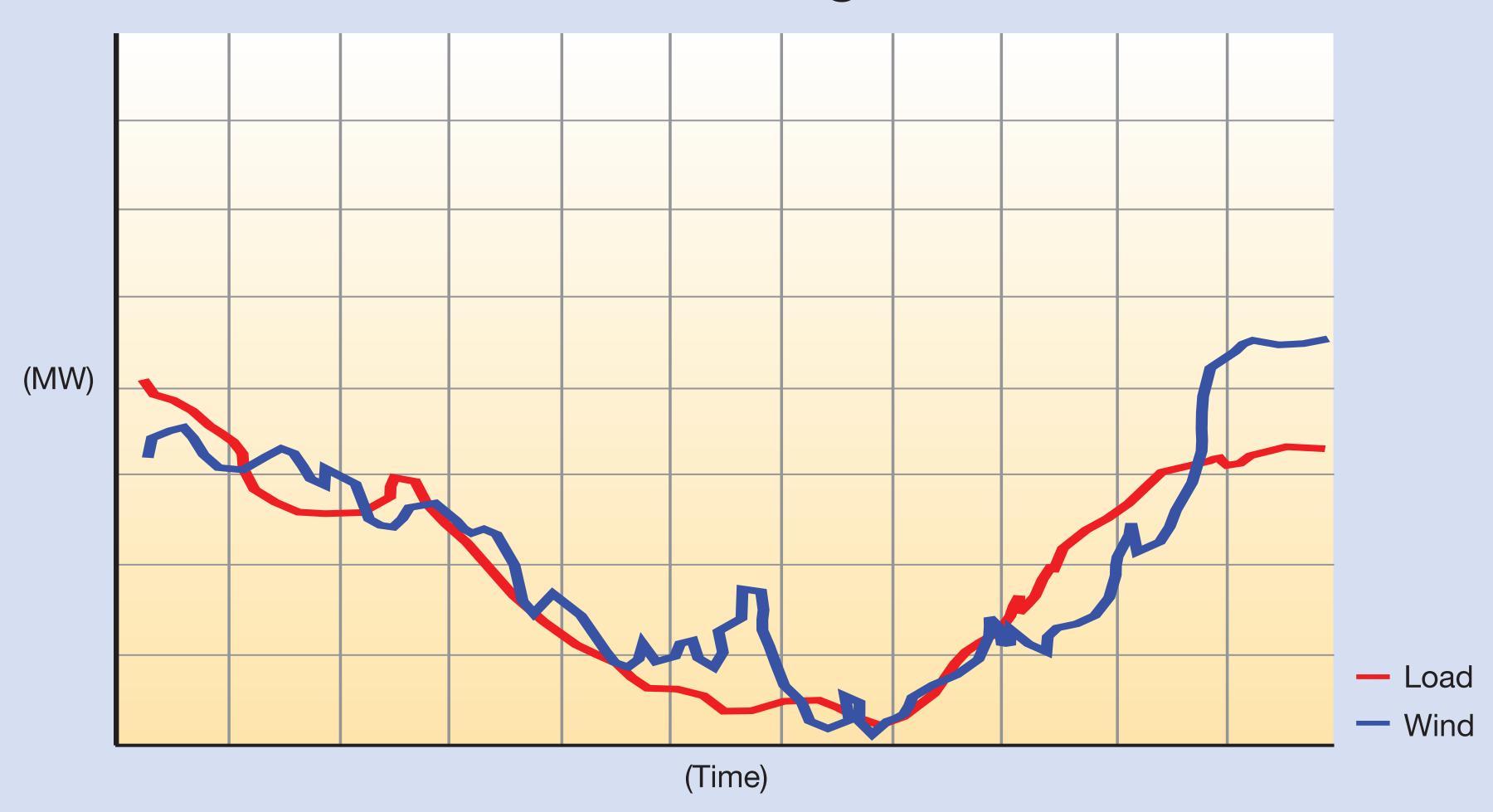
- Alberta leads the nation in wind integration
- The Market & Operational Framework
- The AESO wind power interconnection process
- Generation Projects queue



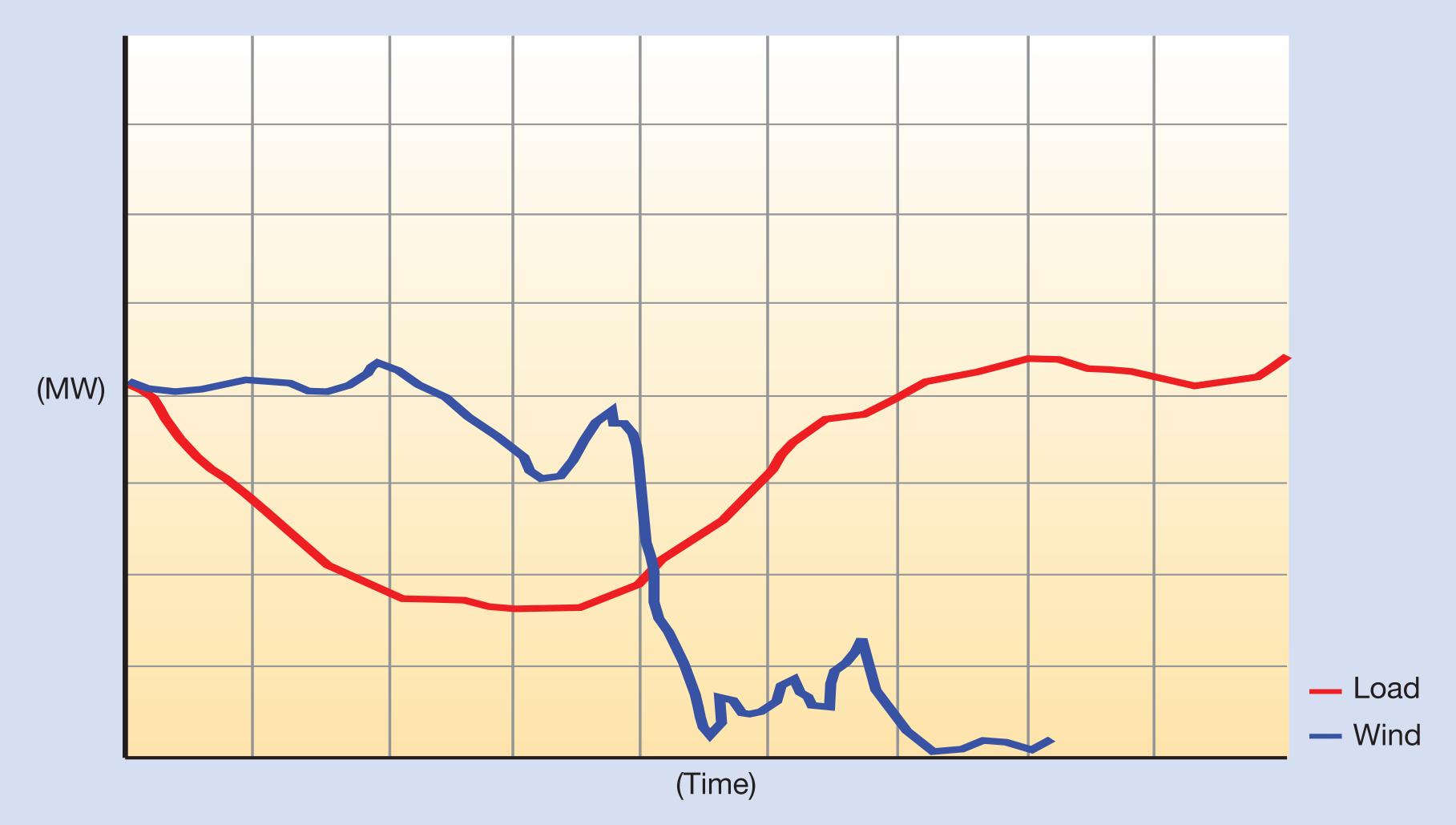


Wind Variability

Wind and load correlating well



Wind power and load not correlating well

















Planning for Need

- Generation development
- Load growth

Transmission Development in the South

- Over 60 wind applications totalling over 10,000 MW
- Limited capacity remaining on existing transmission system

The AESO's Planning Considerations

- Social
- Technical
- Economic





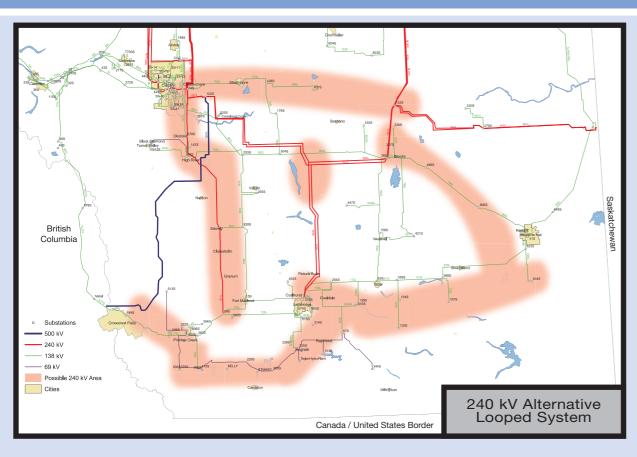


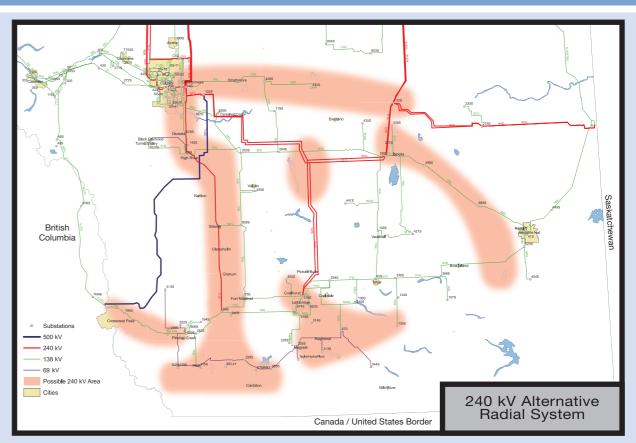


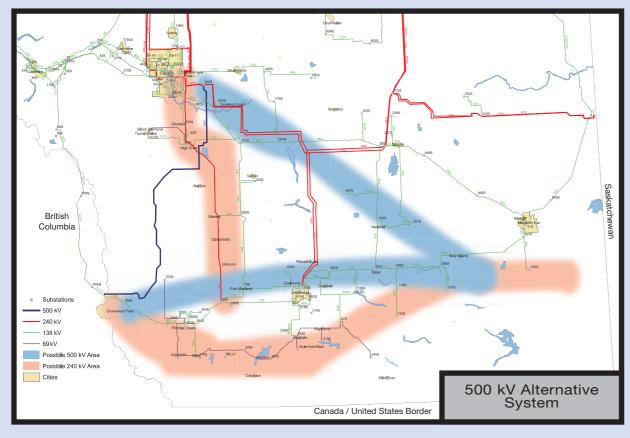


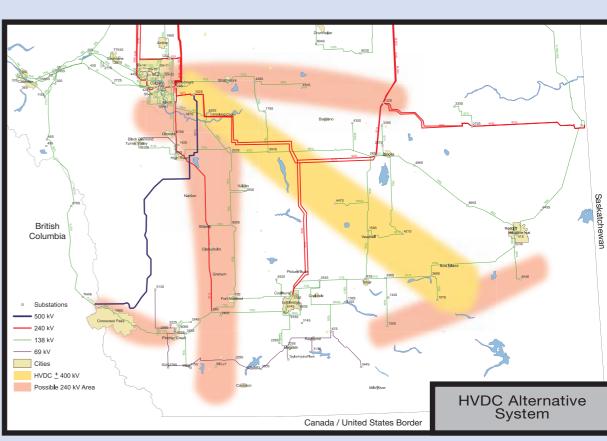
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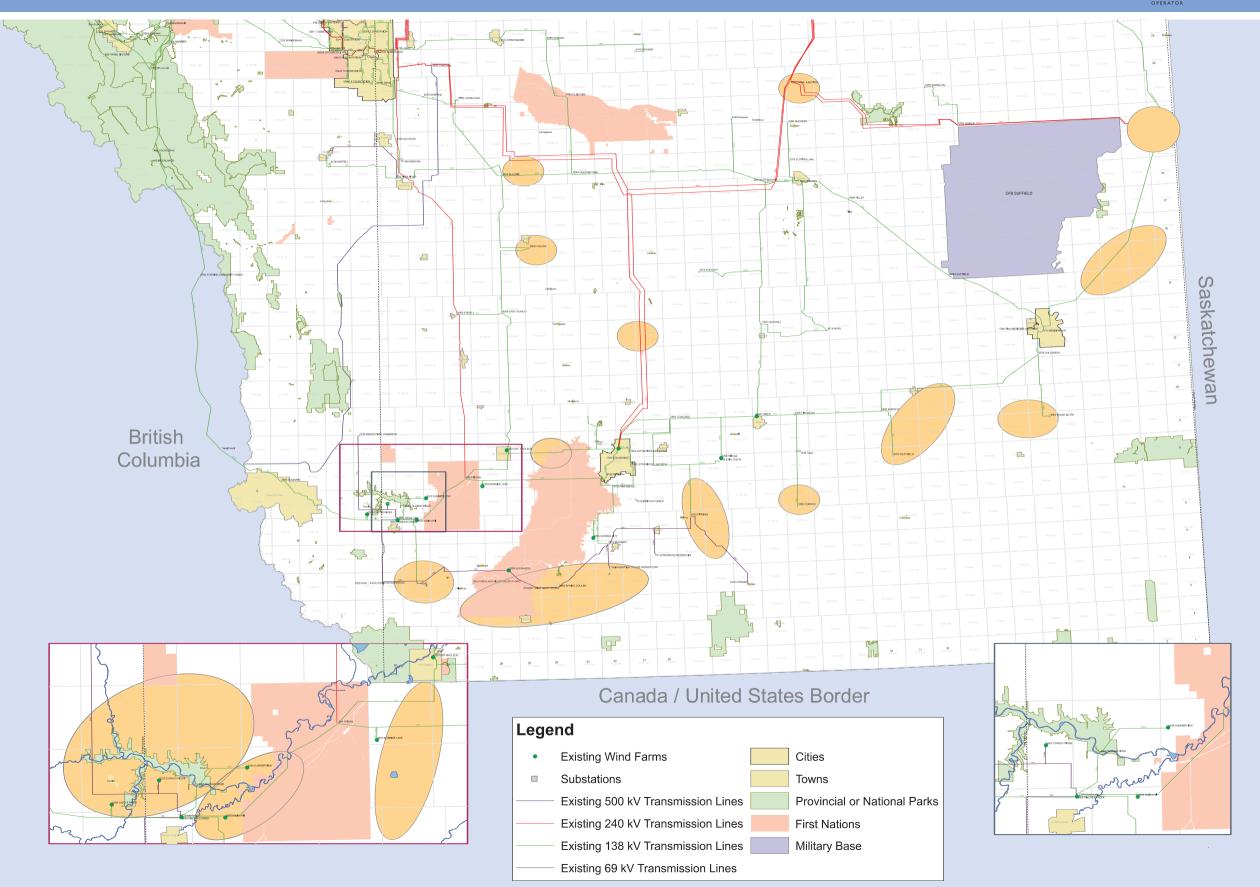






Wind Interest Map

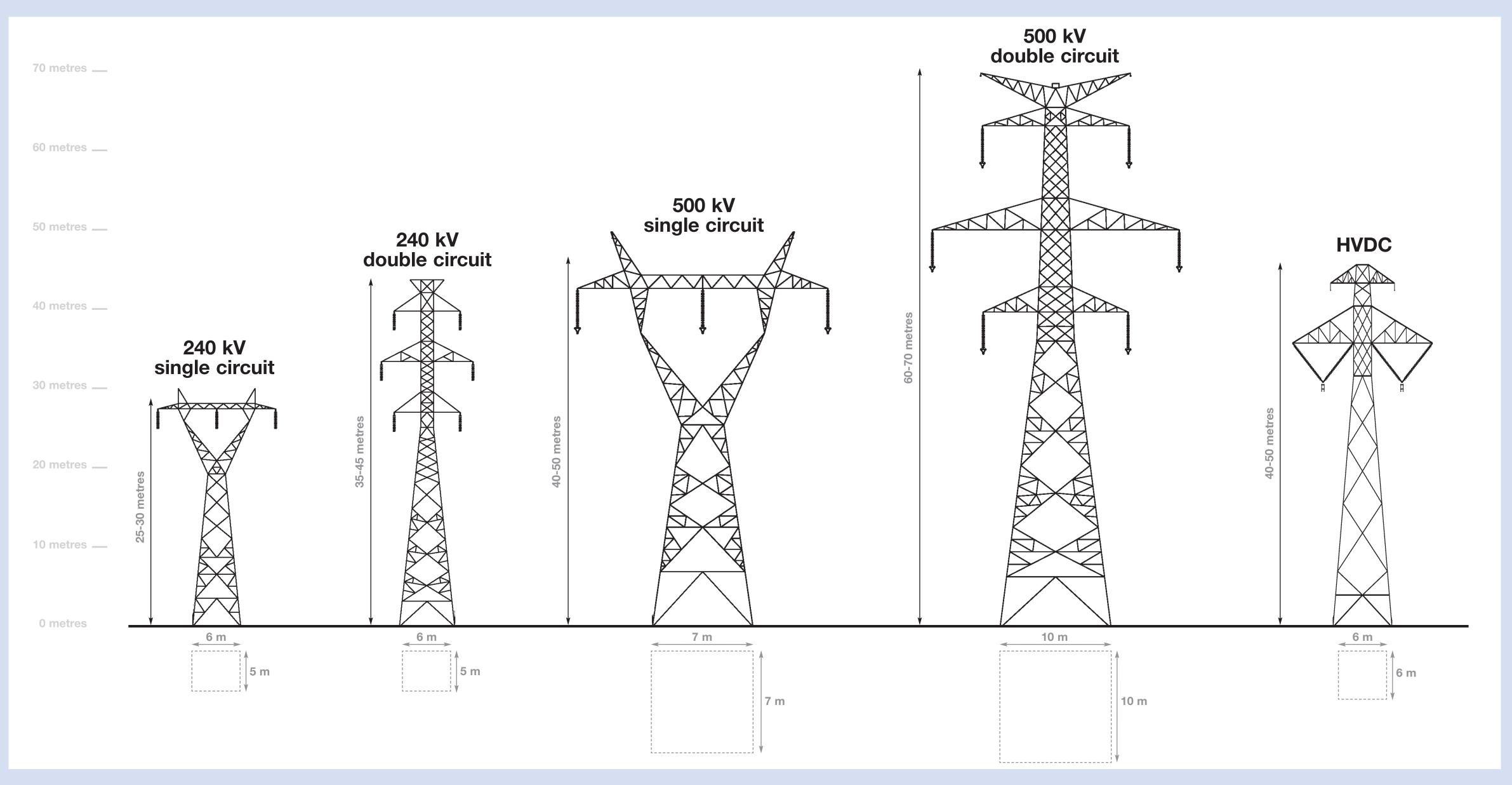






Southern Alberta Transmission System Alternatives

Types of Possible Towers

















The AESO Stakeholder Consultation Principles

Our principles for public involvement in transmission system planning are:

- 1. Every member of the public must have an opportunity to comment on the plans.
- 2. The public must have an opportunity to be informed in a timely manner of the direction, plans, status of issues and decisions related to a project.
- 3. The experience and expertise offered through public involvement is used to improve the quality and implementation of decisions.
- 4. The public involvement process and the rationale for decisions are transparent.

A stakeholder is anyone who has a stake in the outcome of the project.





Participant Involvement Program for Southern Alberta System Reinforcement

Discussions with:

- Southern Alberta residents
- Area First Nations
- Industry stakeholders
- Southern Alberta Government representatives (municipal and provincial)
- Community interest groups and other parties

Activities:

- Open Houses (November, 2007 and April, 2008)
- Meetings
- Follow up

Information on the AESO's Participant Involvement Program:

- The AESO website
- Newspaper advertisements
- Transmission projects phone line 1-888-866-2959

