Southern Alberta System Reinforcement - Planning Update -

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Reliable **Power**

Reliable Markets

Reliable **People**





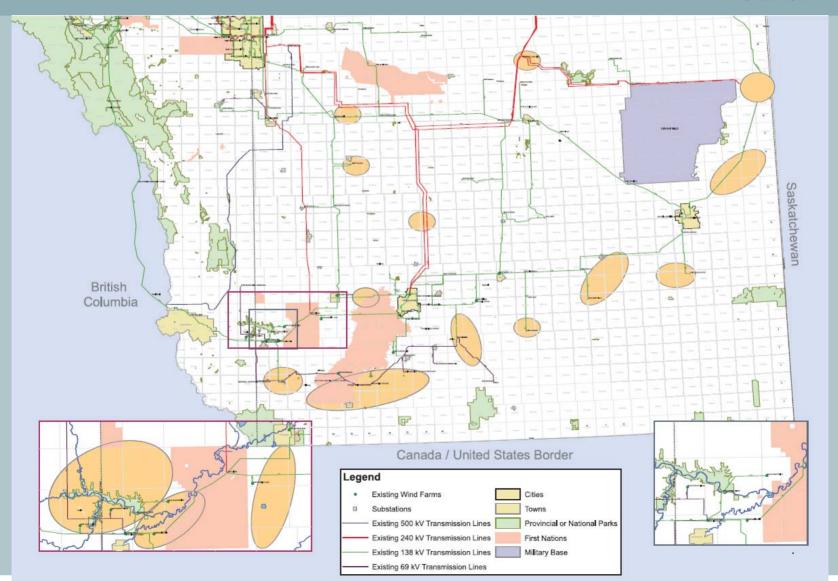
South System Planning Update



- Overview of the need
- Transmission development alternatives
- Next steps
- Timelines

Overview of Need – Wind Interest in Southern Alberta





Overview of the Need



- Current total wind interest > 11,000 MW
- Wind interest in South > 9,500 MW
- Wind interest in Central Area > 1,500 MW
- Resource adequacy report identifies 1,600 MW to 3,400
 MW of additional wind by 2017
- Transmission planning for the south uses 3,400 MW
- The existing south transmission system is inadequate to interconnect thousands of MW's of wind (was designed to supply rural loads)

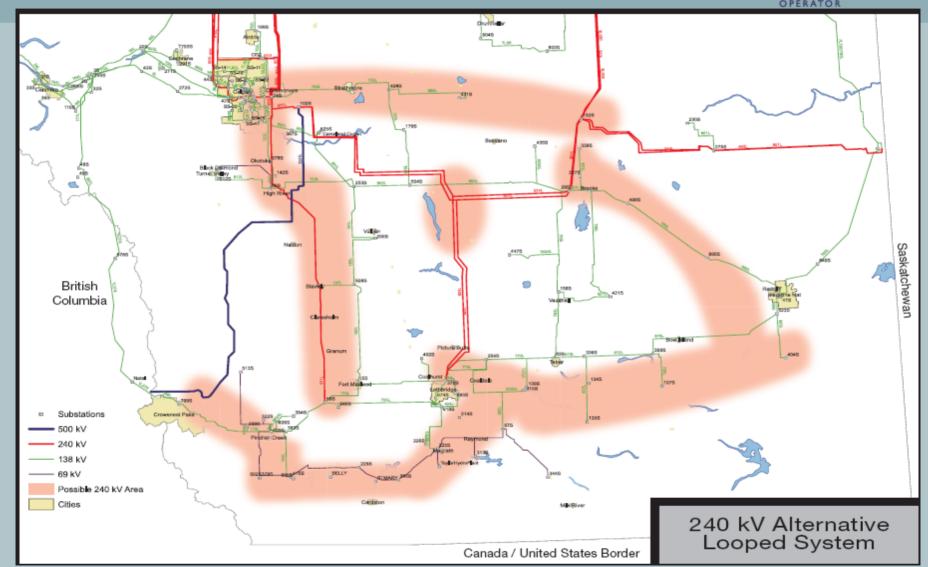
Southern System Development Options



- 240 kV AC
- 500 kV AC
- HVDC (Classic)
- HVDC (VSC)

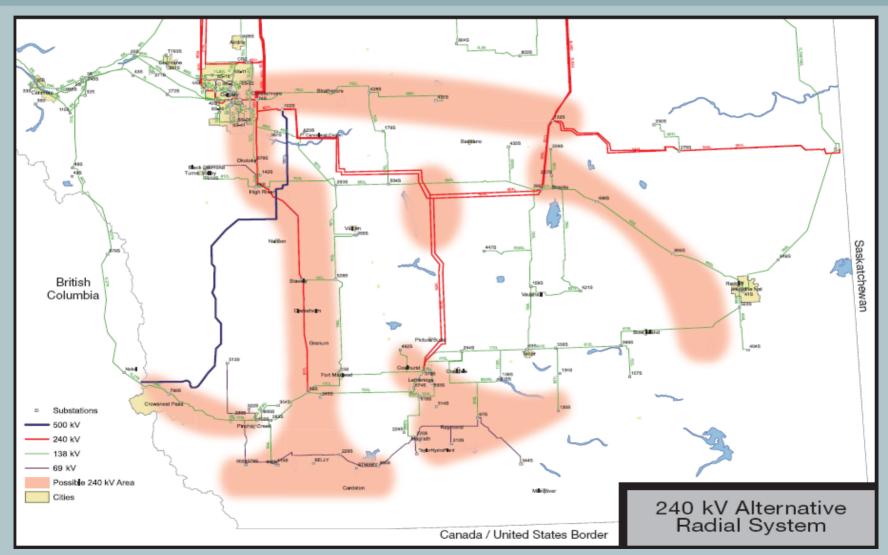
240 kV Alternative – Looped System





240 kV Alternative – Radial System





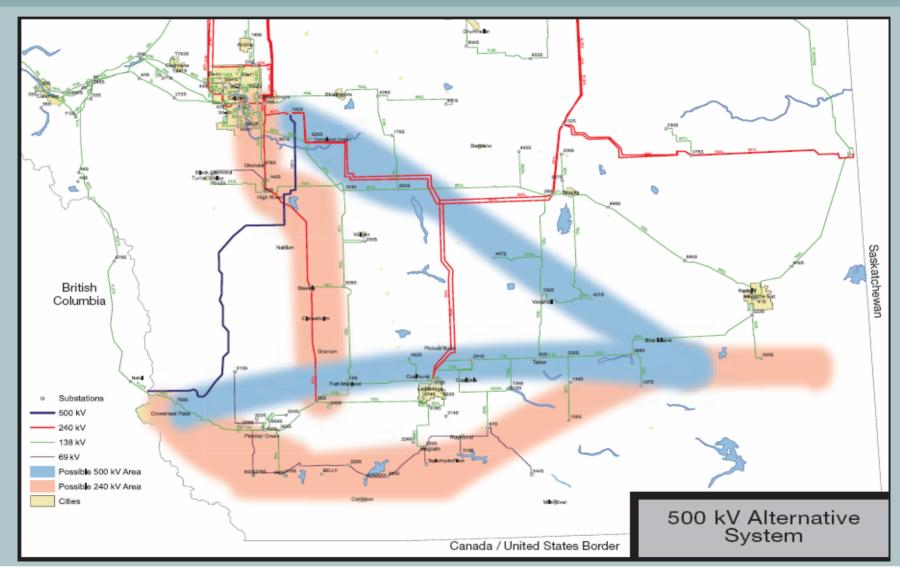
240 kV Option



- Suitable for interconnecting 2,700 MW of wind interest in Southern Alberta
- Economical solution
- Existing voltage in the system
- Relatively easy to construct ROW
- At the limit in terms of distances
- Losses could play significant role

500 kV Alternative – Looped System





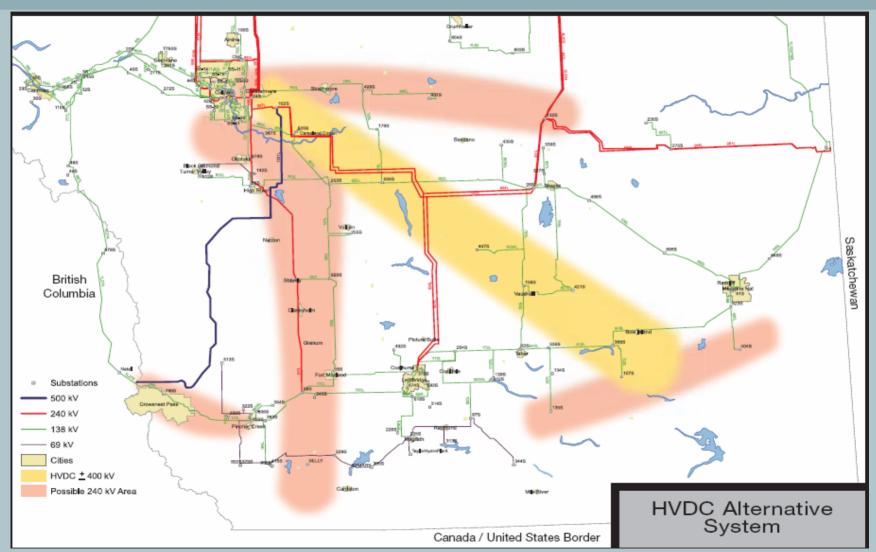
500 kV Option



- Technically robust
- Lower losses
- Expandability for the 20-year scenario
- Higher initial capital cost
- Larger footprint
- Category C contingencies could be an issue
- Could be an overbuild

HVDC System





HVDC Classic



- Maximizes the use of ROW
- Lower footprint
- Possibly lower losses
- Higher initial capital cost
- Reduced flexibility for expansion
- Still requires "AC collector system"

HVDC (VSC Technology)



- Suitable for transmitting smaller magnitudes of power
- Max size currently in commercial operation < 500 MW
- High initial capital cost
- Higher losses
- Reduced flexibility
- Not considered further

Next Steps



- Request need level cost estimates from AltaLink
- Recommendation of South System plan based on:
 - Technical
 - Cost
 - Social
- Prepare Needs Identification Document

South System Planning Studies - Schedule



- Finalize study scope Jan 25 (completed)
- Need assessment report (in progress)
- Alternative development and screening report (in progress)
- 2nd round of consultation (completed)
- Alternative assessment and recommendation August
- Needs Identification Document filing with AUC Q2/Q3, 2008
- Targeted in-service date: starting in 2011

Review of Today's Session



- Please submit additional comments or questions to Karissa.Ohsberg@aeso.ca by June 20, 2008
- This is one part of the larger Key Initiatives
 Transmission Planning Stakeholder Session that was held on June 9, 2008. To view the full presentation visit the AESO website at www.aeso.ca and follow the path Transmission > Planning > Long Term Planning > Consultation