

# Agenda

- Introduction/Background
- Operational History
- Power Flow Analysis Results
  Overview
- Transmission Enhancement Options
- Recommendation
- Questions







# Introduction/Background

### **Key Study Drivers**

- Poor historic transmission reliability
- Blackouts and/or Brownout instances
- Limited customer expansion capability of the existing 138kV transmission system into BPUB & LRGV
- Contributing Factors
  - Susceptibility to Severe Weather Events and Aging Infrastructure
  - Limited Import Capability into BPUB
  - High Reliance on the Sole Local Generation Near the City
  - Expected Demand Growth







Increasing concerns associated with outage of Silas Ray units (forced or scheduled)

 Limited generation re-dispatch options available to ERCOT

 Increased potential for load shedding in preparation for the next transmission contingency

Date	Event	Cause for Rolling Blackouts	MWs that ERCOT Requested BPUB to Shed	MWs Shed by BPUB	Approx # of Customers Affected
7/24/2008	Hurricane Dolly	Import problem due to Loss of Multiple Transmission Lines within the Valley	34	35.3	7000
9/7/2010	Tropical Storm Hermine	Import problem due to Loss of Multiple Transmission Lines within the Valley	15	16.1	3200
2/3- 4/2011	Severe Cold Weather	Valley Import Limit problems due to high loads and lack of Valley Generation	50	50.3	10,000

Recent Rolling Blackouts, Brownsville



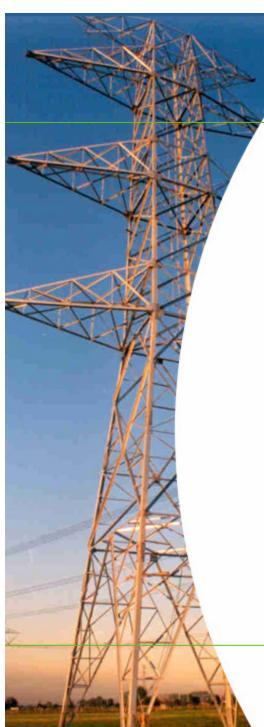
# **Operational History**

Limited import capability into LRGV and within BPUB

- Voltage Stability Concerns
- Severe voltage deviations and the possibility of voltage collapse studied and documented by ERCOT
  - 138kV Airport & Sixth Street stations identified as locations of concern
  - Both stations in the BPUB region
- Large dependence on Silas Ray generation to maintain acceptable voltage profile in BPUB
- Transmission system inadequacy to handle N-1-1 conditions
  - Need for enhanced transmission connection from BPUB to remaining LRGV region
  - ERCOT results documented in "Valley Voltage Stability Limit" corroborate observation







- 2014 Base Case Assessment
- Numerous thermal overload and post-contingency low voltage concerns
- Post-contingency thermal overloads concentrated on the 138kV transmission system feeding into the Brownsville region
- Widespread post-contingency low voltage concerns on 138kV and/or 69kV system in Brownsville region
- Thermal Overloads & Voltage Violations exacerbated in the wake of N-1-1 assessment
  - Outage of Silas Ray units Sole local generation in the area
  - Manual system adjustments between the first and second event, if applicable

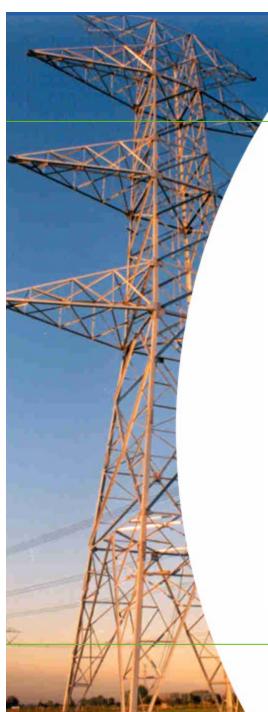




# Power Flow Analysis Post-Contingency Thermal Overloads Post-Contingency Thermal Overload Concerns, Base Case Brownsville Area







- 138kV Option #1
  - Add second 138kV circuit between existing 138kV LaPalma & Loma Alta stations
  - Add second 138kV circuit from 138kV LaPalma station through 138kV Port Isabel station to 138kV Union Carbide station
- 138kV Option #2
  - Add second 138kV circuit between existing 138kV LaPalma & Loma Alta stations
  - Add second 138kV circuit from 138kV LaPalma station through 138kV Military Highway station to 138kV Union Carbide station
- 138kV Option #3
  - Add second 138kV circuit between existing 138kV LaPalma & Loma Alta stations
  - Add second 138kV circuit from 138kV LaPalma station through 138kV Military Highway station to 138kV Loma Alta station
- 138kV Option #4
  - Add second 138kV circuit between existing 138kV LaPalma & Loma Alta stations
  - Add second 138kV circuit between existing 138kV Rio Hondo & Union Carbide stations
- 138kV Option #5
  - Add new double circuit 138kV line between existing 138kV LaPalma & Loma Alta stations

138kV Transmission Enhancement Options Assessed



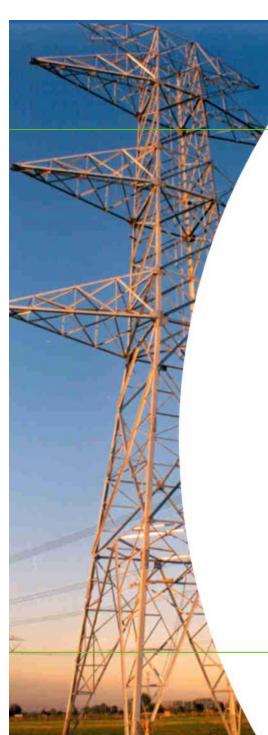




- 345kV Options
- Option #1
  - New 345kV Loma Alta Station
  - 14 mile 345kV transmission line from existing 345kV LaPalma station to new 345kV Loma Alta
  - One (1) 345/138kV 450 MVA auto at Loma Alta
- Option #2
  - 345kV Option #1
  - 59 mile 345kV transmission line from new 345kV Loma
    Alta station to new 345kV Frontera station across valley
- Option #3
  - 345kV Option #1
  - New 345kV Railroad station
  - One (1) 345/138 450 MVA auto at Railroad
  - 53 mile 345kV transmission line from new 345kV Loma
    Alta station to new 345kV Railroad station across valley



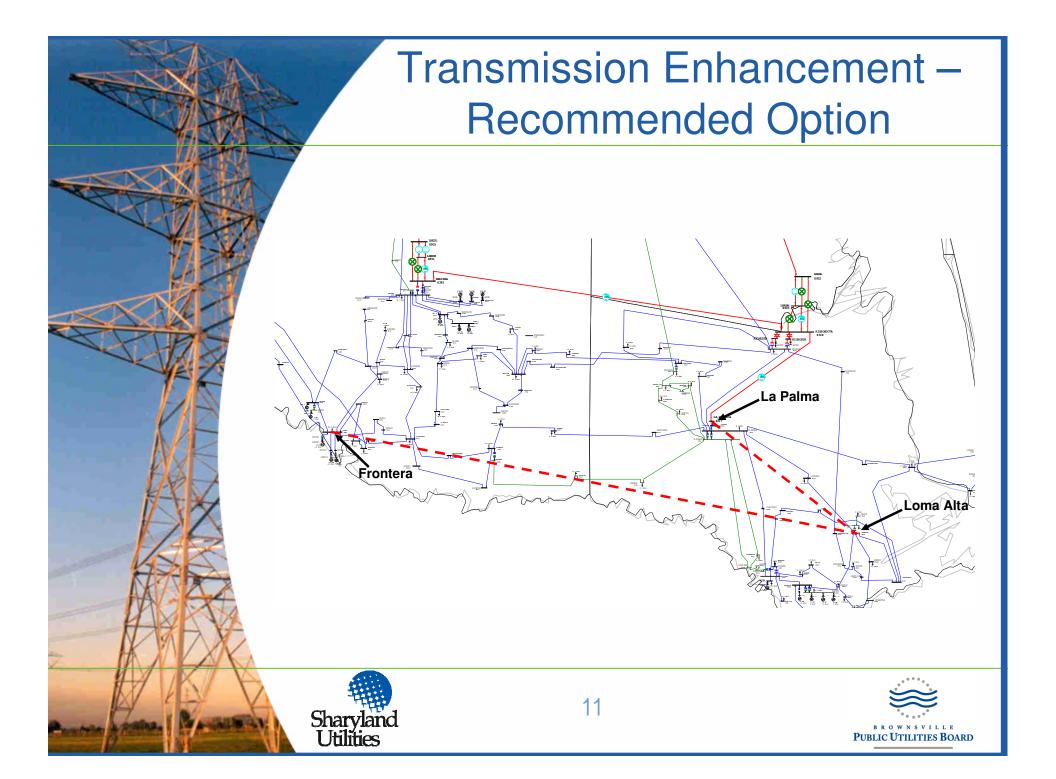




- Impact of AEP proposed Lobo-Frontera project assessed
- 138kV transmission enhancement solutions deemed inadequate
  - Combinations of 138kV & 345kV enhancements also assessed
- 345kV Option #2 deemed optimal solution
  - Alleviation of thermal overload and post-contingency voltage concerns
  - N-1-1 adequate solution
  - Lower costs when combined with the AEP proposed Lobo-Frontera project
  - Enhancement of overall reliability of BPUB & LRGV









### Recommendation

- **Recommended Option**
- New 345kV Loma Alta station with one (1) 345/138kV auto
- 14 mile 345kV transmission Line from existing 345kV LaPalma station to new 345kV Loma Alta station
- 59 mile 345kV transmission line from new 345kV Loma Alta station to new 345kV Frontera station
- Planning Level Cost Estimates
  - Cost Estimate: \$117.9M





