

AEPSC and Oncor Barilla Junction Transmission Project – ERCOT Independent Review

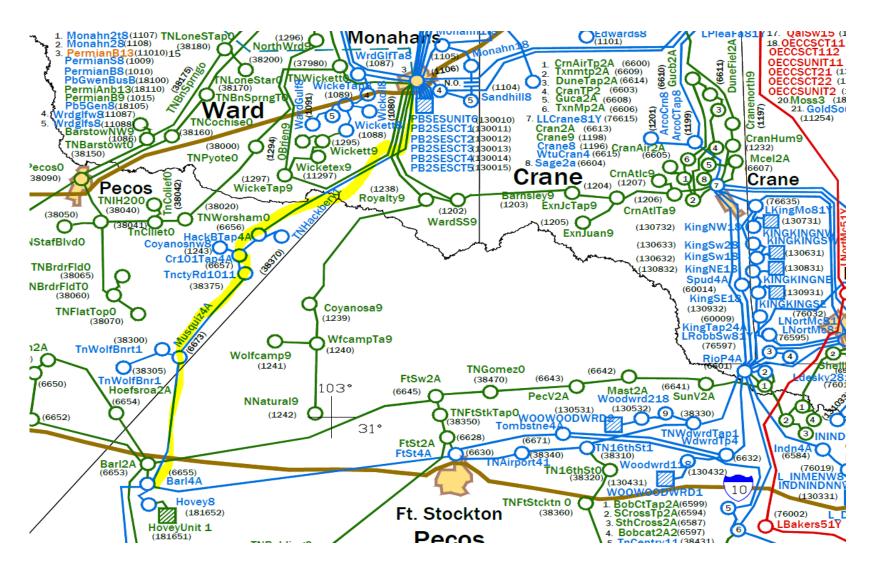
RPG Meeting September 20, 2016

Status of AEPSC and Oncor Barilla Junction Transmission Project RPG Review

- □ ERCOT presented the study assumptions, the results for the need analysis, and the option evaluation results in the June RPG.
 - http://www.ercot.com/content/wcm/key_documents_lists/77 730/AEPSC_and_Oncor_Barilla_Junction_Area_Improvement_Project_EIR_Update.pdf
- ☐ ERCOT evaluated the dynamic need of the project.
- □ ERCOT identified a potential solution to address the reliability need.



Study Region





Project Options Summary

| Option | Brief Description | Resolved Reliability Issues? | Cost | New ROW |
|--------|--|------------------------------------|---------|---------------------------------|
| Α | Rebuild the existing Barrilla Junction/Solstice to Permian Basin AEP-TNC/Oncor 138 kV transmission line. Install one 100 MVAR SVC at Hackberry Tap/Lotebush. Install one 100 MVAR SVC at Ft. Stockton plant. | Yes | \$94M* | None**. |
| В | Rebuild the existing Barrilla Junction/Solstice to Permian Basin AEP-TNC/Oncor 138 kV transmission line. Install one 100 MVAR SVC at Hackberry Tap/Lotebush. | Yes | \$77M* | None**. |
| С | Build a new ~50 miles 138 kV line from Rio Pecos to Musquiz. Build a new ~26 miles 138 kV line from Permian Basin to Lotebush. Install one 100 MVAR SVC at Hackberry Tap/Lotebush. | Yes | \$90.8M | 76 miles of 138 kV lines. |

^{*} The line costs assume that the Barrilla Junction /Solstice to Permian Basin 138 kV line will be rebuilt "energized". The costs associated with the "energized" rebuild are included.



^{**} New Right of Way is not needed. Temporary supplement Right of Way / easements are needed.

Option Comparison

- While all three upgrade options can address the reliability need in the study area, Option C still has lines loaded between 98% and 100% of their emergency rating. In addition, Option C requires around 76 miles of new Right of Way.
- Option B is the most cost effective option and requires no new Right of Way.
- ☐ The Barrilla Junction/Solstice to Pig Creek section of the Barrilla Junction/Solstice to Permian Basin 138 kV line is recommended for upgrade as an economic project in the 2015 RTP.



Sensitivity Analysis with Latest Area Updates

- ☐ After the initial studies were completed, new updates were received in the area including both transmission network updates and new generators meeting Planning Guide Section 6.9 requirements.
- Additional sensitivity studies were performed incorporating those changes for the least cost option, Option B, using the 2022 WFW summer peak case from the 2016 RTP.
- ☐ The new generators included in the studies are RE Maplewood 2a Solar–100 MW, RE Maplewood 2b Solar–200 MW, RE Maplewood 2c Solar–100 MW and RE Maplewood 2d Solar–100 MW.
- ☐ In the sensitivity study, both the TNMP line 69H and the Oncor Riverton-Sand Lake projects were included.
- ☐ Study results showed that there are no reliability violations in the study area.



Dynamic Load Model

- □ AEP submitted additional report to address the dynamic need in the study area.
- ☐ The pumps and compressor loads were modeled using the composite load model to represent the dynamic load characteristics, including stall and trip features.
- ☐ With the provided load model, the load is likely to trip during any nearby normally cleared three-phase faults.



Dynamic Need of the Project

- ☐ ERCOT applied the same dynamic load model provided by AEP.
- □ ERCOT evaluated several alternative options, including SVC, synchronous condensers, and static caps.
- ☐ ERCOT verified that the a 100 MVAR SVC option provides best dynamic response, eliminating the voltage violations.



ERCOT Recommendation

- □ ERCOT recommends Option B as the preferred option to address the reliability need in the study region
 - Rebuild the existing Barrilla Junction/Solstice to Permian Basin AEP-TNC/Oncor 138 kV transmission line.
 - Install one 100 MVAR SVC at Hackberry Tap/Lotebush.

The total cost estimate for Option B is approximately \$77 million.

The projected in service date of the project is June 2019.



Next Steps

☐ ERCOT will finalize the Independent Review Report.

□ ERCOT will present the project recommendation to TAC and to ERCOT Board of Directors.



Questions?

