To Clean Environment Commission

Location Options for Bipole Converter Stations near Winnipeg

Part 1
Art Derry P.Eng.

Options

- a) Status quo
- b) Relocate Bipole II at Riel and build Bipole III at Dorsey (CEC enquiry)
- c) Locate the converter station for Bipole III at Riel (MH proposal)
- d) Relocate a new converter station for Bipole II at Riel (Recommended proposal)
- e) Build a converter station for Bipole III in the vicinity of LaVerendrye (Recommended proposal)



Figure 1-1

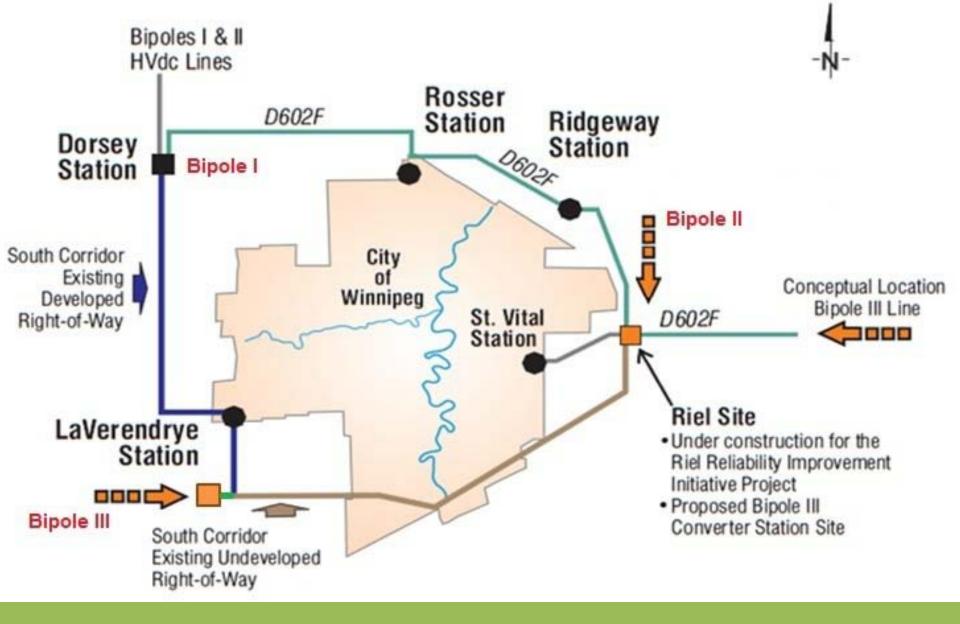
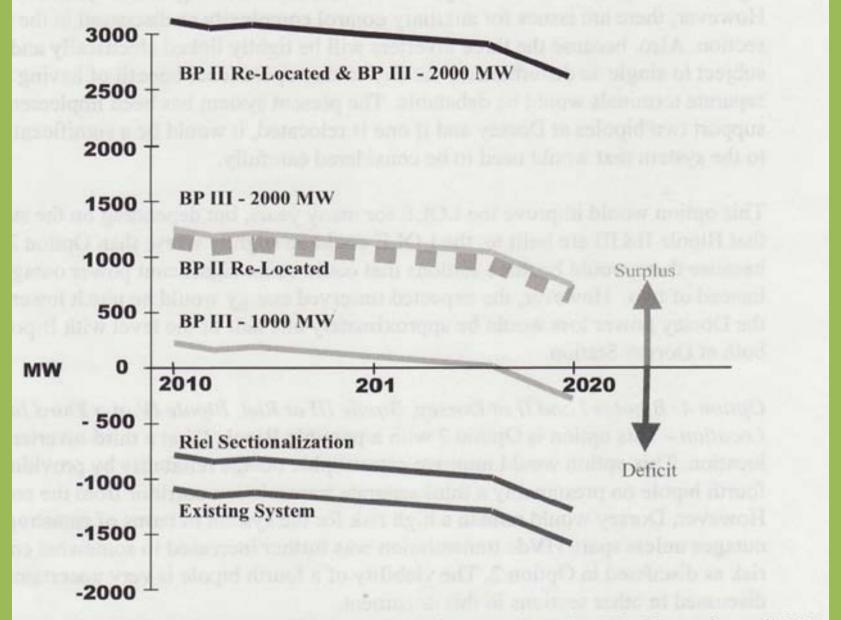


Figure 1-2



Assuming: Favourable water conditions, 900 MW import and Brandon Unit 5 in-service until 2019

Figure 1-3

Options

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Manitoba Load Serving Capability

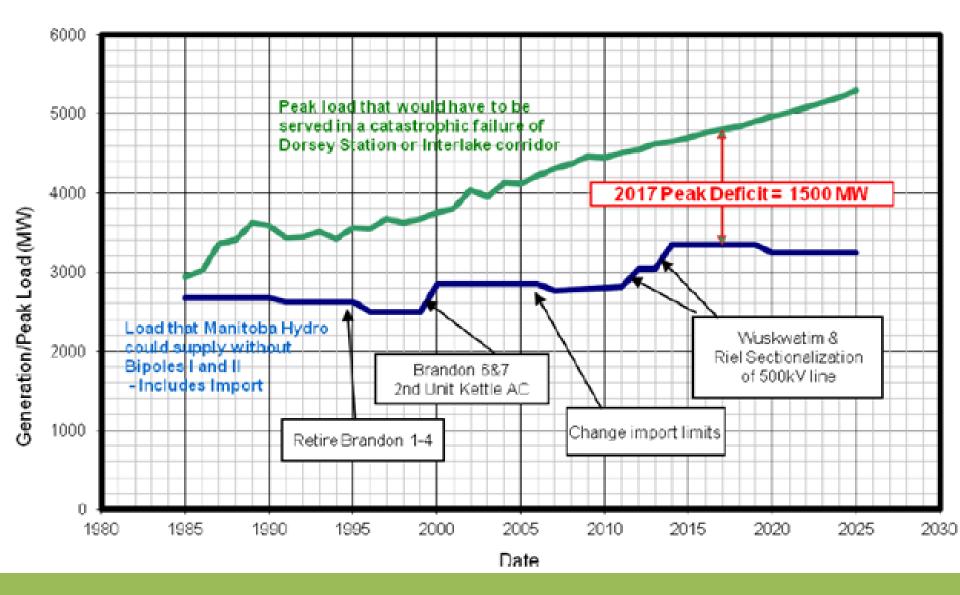


Figure 1-4

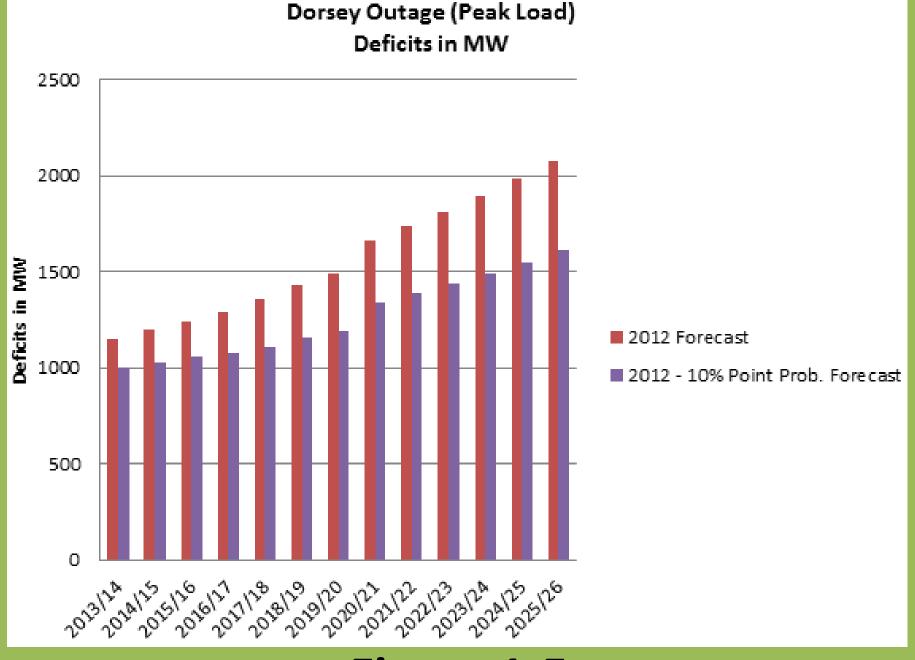


Figure 1-5

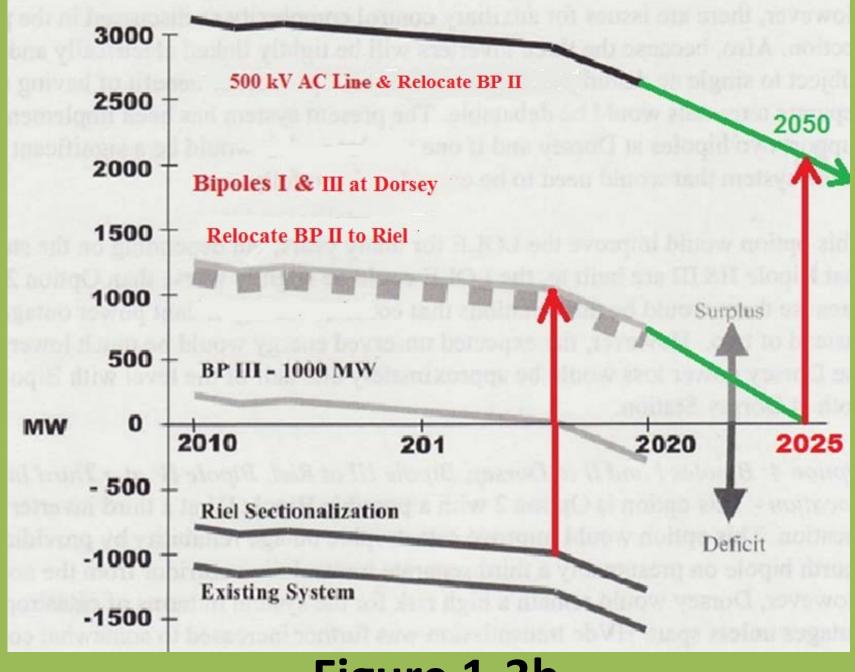


Figure 1-3b

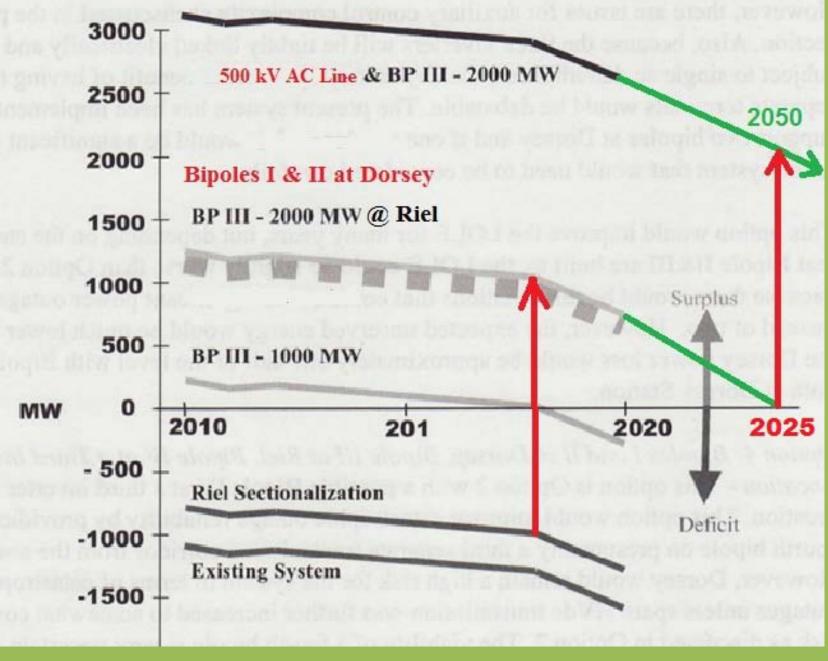


Figure 1-3c

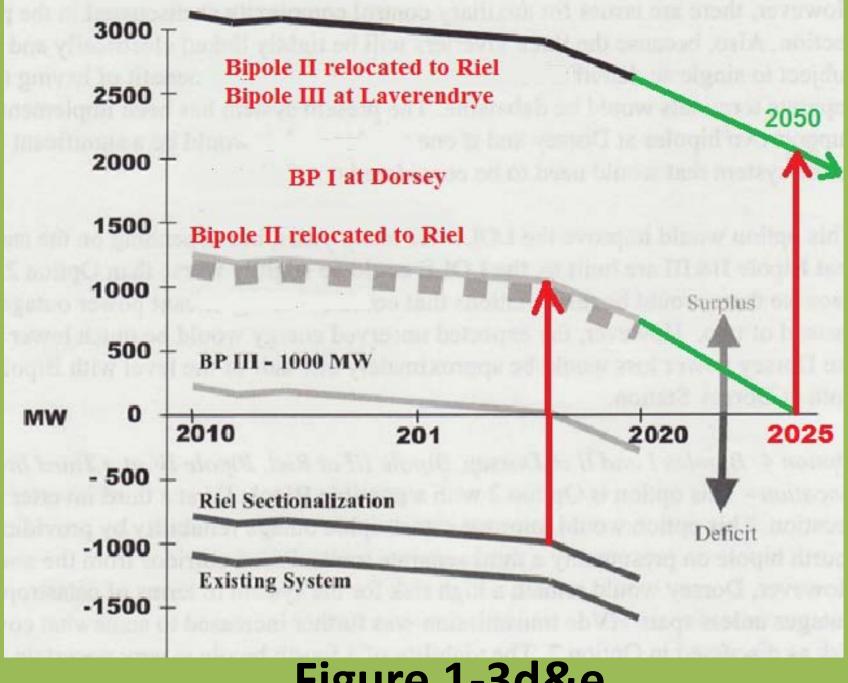


Figure 1-3d&e

What the Analysis Means?

- A final route selection for Bipole III should not be delayed
- MH should reconsider the in-service date of 2017 for Bipole III
- The location of Bipole II should be at Riel for 2017
- Bipole II is 27% to 31% of the Bipole III in-service costs
- The location for Bipole III should be at La Verendrye by 2025
- All the above minimizes the effect on the southern Manitoba agricultural community
- Expenditures to the end of 2012 on Bipole III are \$194 m
 (6% of Bipole III)

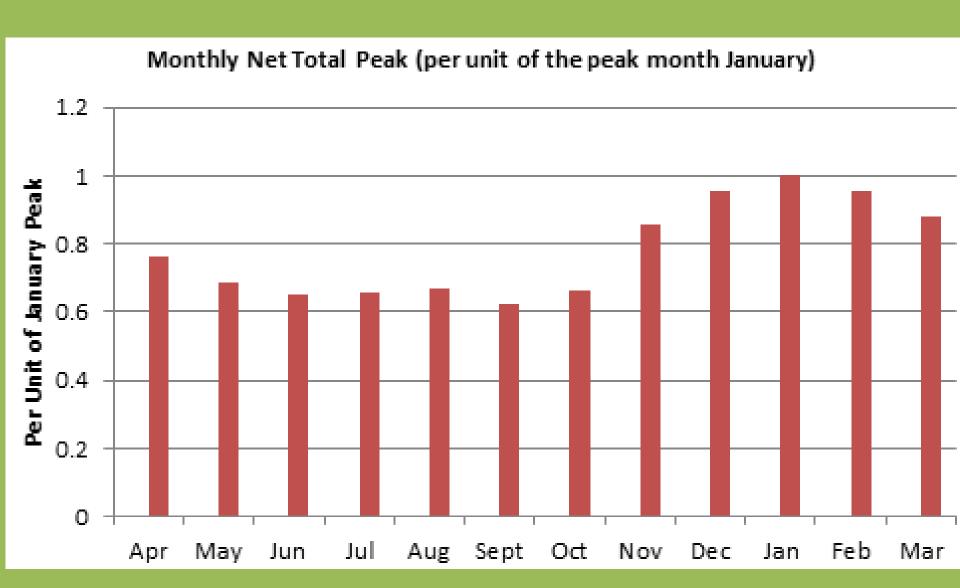


Figure 1-6

Transmission Corridor (Shoulder Months) 80% of Peak Load

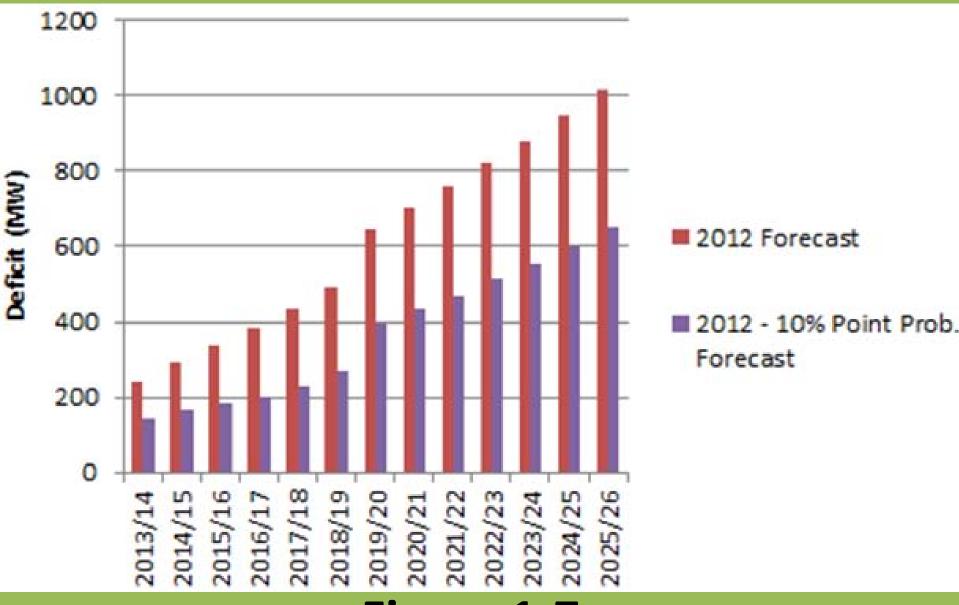


Figure 1-7

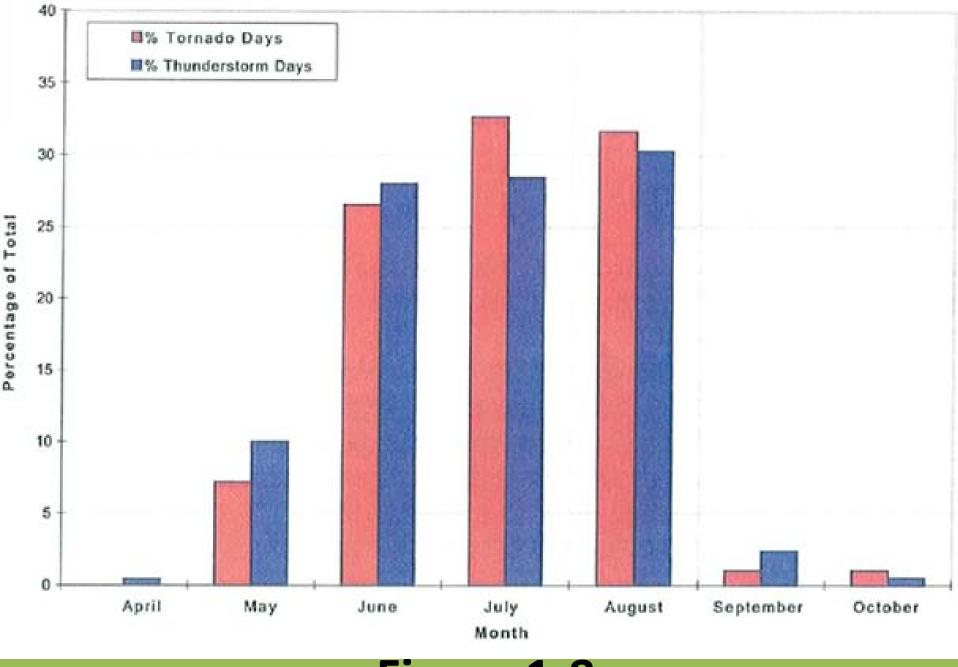
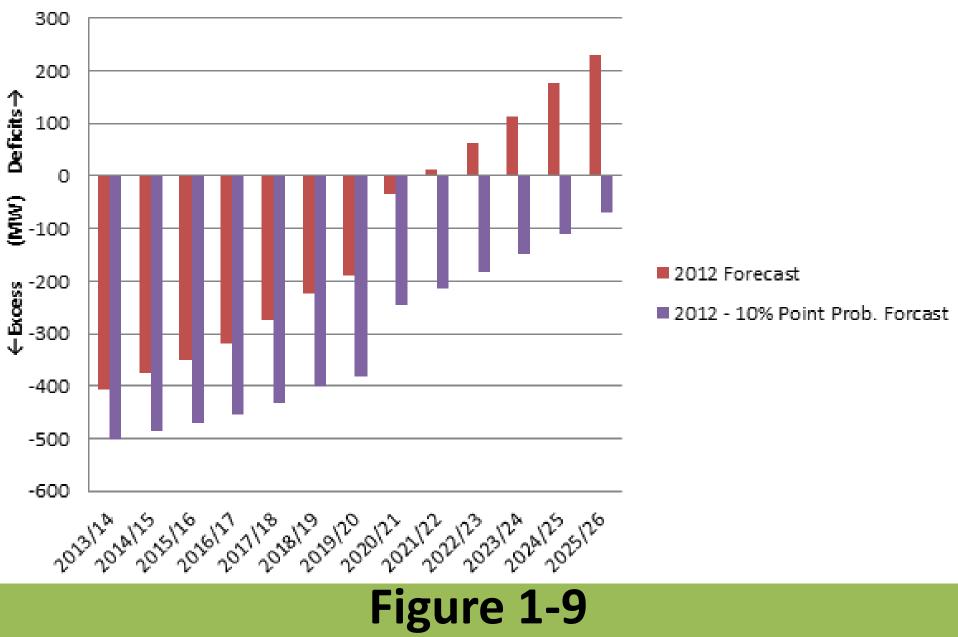


Figure 1-8

Transmission Corridor (Summer Months) 65% of Peak Load



Costs of Outages

- 1996 Wind Storm MH estimate \$11.1 million
- Dorsey winter 2011 MH estimate \$6.6 million
- Annual Carrying Charges for Bipole III are \$322 million

TABLE 1 Capital Cost Comparisons

All costs 2017 billions of dollars Bipole Locations	CEC ALT (B)	MH ALT (C)	Coalition (D) & (E)
Bipole II @ Riel	1.20		1.20
Bipole III @ Dorsey	3.14		
Bipole III @ Riel		3.28	
Refurbish Bipole II		0.54	
Bipole III @ near Laverendrye			3.17
North South 500 kV Line Compatibility	4.18	4.18	
Total	8.52	8.00	4.37

Table 1

COMPARISON OF CAPITAL COSTS UNDERGROUND CABLE vs OVERHEAD LINES (All costs in millions of dollars)

a) BIPOLE III cable to Laverendrye (65 km) \$292.5

BIPOLE III (O/H) to Riel (credit) (190 km) -\$190.0

Difference Additional Cost \$102.5 (3.1% of total BP III cost)

b) BIPOLE II Cable to Riel (50 km) \$225.0

BIPOLE II (O/H) to Riel (credit) (170 km) \$170.0

Difference Additional Cost \$55.0 (4.6% of total BP II Cost)

Annual Carrying Charges Millions of dollars/year

Bipole III at Riel plus refurbishment at Dorsey:

VSC alternative,	annual carrying charges	\$322
voc alternative,	armadi carrying charges	7322

LCC alternative, annual carrying charges	\$385
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Bipole II at Riel:

VSC alternative, annual carrying charges \$109

Present Value difference (\$322 - \$109) over 8 years = \$1.3 b

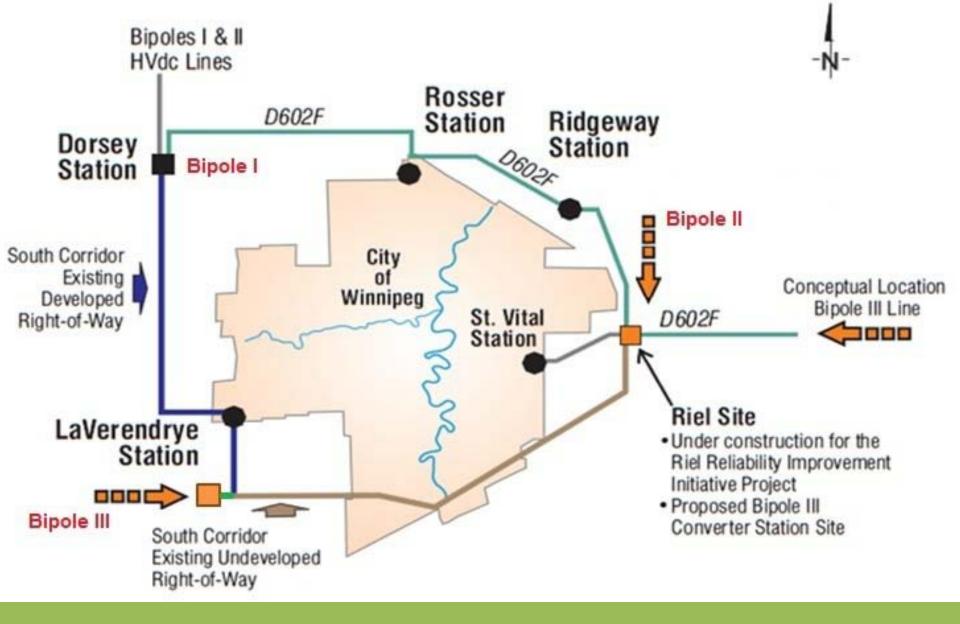


Figure 1-2

Conclusions

 Relocate a new Bipole II at Riel for 2017

 Locate Bipole III at LaVerendrye by 2025



Figure 1-1