

August 06, 2024

Notified Market Participant Corporate Legal Name
Address Line 1.
Address Line 2.
City, Province, Postal Code.

Dear Notified Market Participant Primary Contact:

Re: Need for the Lindbergh Cogeneration Power Plant Alteration Connection in the Bonnyville area

The Alberta Electric System Operator (AESO) would like to advise you that Strathcona Resources Ltd. (Strathcona Resources) has applied for transmission system access to connect its approved Lindbergh Cogeneration Power Plant Alteration (formerly known as the Cold Lake Area Energy Centre) (approved Facility) to the Alberta interconnected electric system (AIES) in the AESO's Central Planning Region.

The purpose of this letter is to advise you that the AESO has identified that, under credible worse case forecast conditions, the **[Effective Generation Facility Name] ([Effective Generation Facility Asset ID])** may be curtailed following the connection of the approved Facility.

Connection Assessment Findings

An engineering connection assessment was carried out by the AESO in order to assess the transmission system performance following the connection of the approved Facility.¹ The connection assessment identified the potential for thermal criteria violations following the connection of the Facility, under credible worse case forecast conditions, with all transmission facilities in service (Category A). Category A thermal criteria violations on the 138/144 kV transmission lines 472L, 715L, and 749AL were exacerbated following the connection of the approved Facility.

In addition, thermal and voltage criteria violations were also identified when a single transmission facility is out of service (Category B) following the connection of the approved Facility. To mitigate these potential system performance issues, modified remedial action scheme (RAS) 134 will be used. RAS 134 will be modified by adding the approved Facility to the RAS logic. The total amount of generation tied to RAS 134 exceeds the Maximum Severe Single Contingency (MSSC) limit. Therefore, pre-contingency curtailment of projects assigned to the RAS may be required under the Category A condition, to prevent generation loss above the MSSC limit during Category B conditions.

The AESO will also make use of real-time operational measures to mitigate these potential system performance issues, in accordance with [Section 302.1 of the ISO rules, Real Time Transmission Constraint Management](#) (TCM Rule), which is in effect today. When applied, the TCM Rule could result in the AESO issuing directives for curtailment to source assets that are effective in managing a constraint.

¹ The studies were performed assuming the Rate STS, *Supply Transmission Service*, contract capacity of 72 MW and a Rate DTS, *Demand Transmission Service*, contract capacity of 3 MW.

The connection assessment identified source assets, including the [**Effective Generation Facility Asset ID**], which are effective in mitigating the potential transmission constraints.

The AESO will continue to monitor the pace of generation development and will notify market participants if it determines that it is necessary to obtain approval for an “exception” under Section 15(2) of the *Transmission Regulation*. The AESO will notify market participants if and when the AESO determines it is necessary to apply to the Alberta Utilities Commission (AUC) for approval of such an exception.

For Further Information

The AESO Need Overview document, which describe the AESO’s proposed transmission development to connect the approved Facility to the AIES, is attached for your information.

To support the AESO’s consideration of the Lindbergh Cogeneration Power Plant Alteration Connection under the Abbreviated Needs Approval Process, the engineering connection assessment will be posted on the AESO website at: <https://www.aeso.ca/grid/transmission-projects/>. Stakeholders will be notified when this occurs via the AESO stakeholder newsletter.

If you have any questions or concerns, please contact the AESO at 1-888-866-2959 or stakeholder.relations@aeso.ca

Attachments:

AESO Need Overview: *Need for the Cold Lake Area Energy Centre Project Connection in the Bonnyville area*

Need for the Cold Lake Area Energy Centre Project Connection in the Bonnyville area

Strathcona Resources Ltd. (Strathcona Resources) has applied to the AESO for transmission system access to connect its proposed Cold Lake Area Energy Centre Project (Facility) in the Bonnyville area.

Distribution of the original AESO Need Overview began in March 2021. As a result of a change in schedule, the AESO determined that a Need Overview Update is required to provide revised next steps.

Strathcona Resources' request can be met by the following solution:

PROPOSED SOLUTION

- Add one 144 kilovolt (kV) transmission line to connect the Facility to the existing 144 kV transmission line 7LA53 in a T-tap configuration.
- Add or modify associated equipment as required for the above transmission developments.

REVISED NEXT STEPS

- In late 2023, the AESO may consider the need for this project for approval under section 501.3 of the ISO rules, *Abbreviated Needs Approval Process (ANAP Rule)*, or apply to the Alberta Utilities Commission (AUC) for approval of the need.
- The AESO will notify stakeholders via the AESO's website at www.aeso.ca/grid/transmission-projects prior to the project being considered under the ANAP Rule or prior to filing a needs identification document (NID) application with the AUC.

The following organizations have key roles and responsibilities in providing access to the transmission system:

THE AESO

- Must plan the transmission system and enable access to it for generators and other qualified customers.
- Can approve eligible projects through the ANAP Rule and for non-eligible projects, the AESO will prepare and submit a NID to the AUC for approval.

ATCO

- Is the transmission facility owner in Bonnyville area.
- Is responsible for detailed siting and routing, constructing, operating, and maintaining the transmission facilities.
- Is regulated by the AUC and must apply to the AUC for approval of its transmission facilities applications.

WHO IS THE AESO?

The Alberta Electric System Operator (AESO) plans and operates Alberta's electricity grid and wholesale electricity market safely, reliably and in the public interest of all Albertans. We are a not-for-profit organization with no financial interest or investment of any kind in the power industry.

We appreciate your views, both on the need for transmission system development and proposed transmission plans. If you have any questions or comments, please contact us directly.

CONTACT US

Alberta Electric System Operator

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