

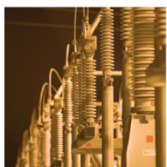
Inter-Island HVDC Pole 1 Replacement Investigation

Introduction and Background

Presenter: Peter Griffiths

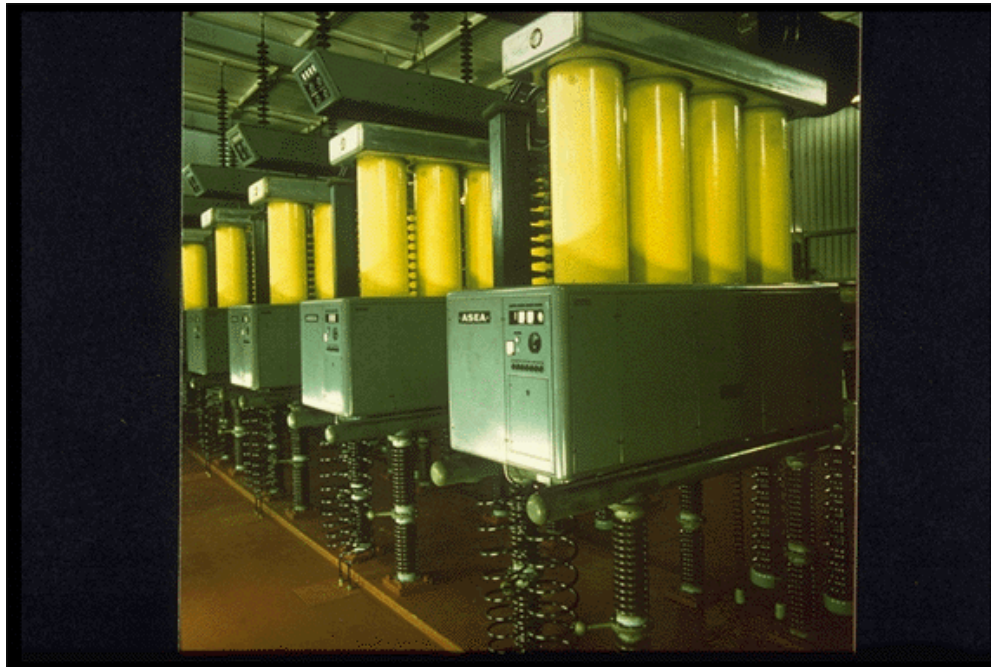
8 June 2007

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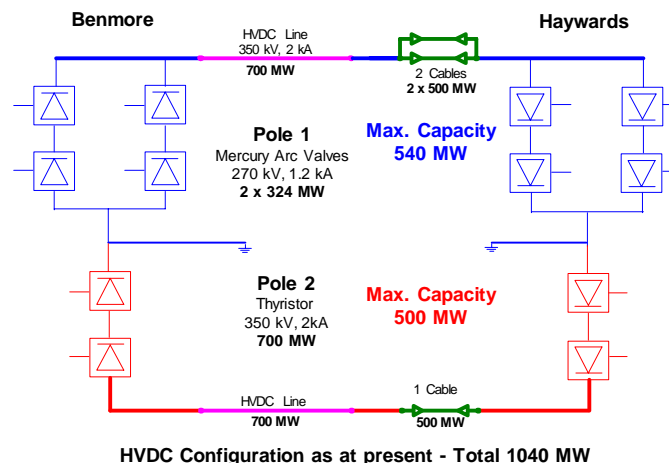
Original Inter-Island HVDC Link (1965)

- Mercury arc valves
- World's 4th HVDC scheme; 3rd to include submarine cables
- 600MW bipolar +/-250kV link
- DC line - 570km; DC cables (x3) – 40km



Hybrid Upgrade (1993)

- Original MAV link upgraded to 270kV and paralleled to form Pole 1 - 540MW 270kV
- New thyristor valve Pole 2 – 700MW 350kV
- New control systems
- DC line upgraded; new DC cables (x3)
- 1240MW bipolar scheme reduced to 1040MW following decommissioning of the last original cable in 1997



Existing MAV Pole 1

- One of only two mercury arc valve (MAV) based HVDC systems still in service
 - Vancouver Island MAV pole
 - Younger
 - Intermittent operation
 - Operates in parallel with an AC cable link
- Primary equipment now over 42 years old
 - 45 years old in 2010
 - Spares are the same age
 - Additional spares can't be source for some key components
- No other HVDC plant using similar technology has reached 40 years of service before replacement or removal
- Combination of risks factors
- Higher level of maintenance required for Pole 1
- Pole 2 availability and reliability is consistently superior to Pole 1

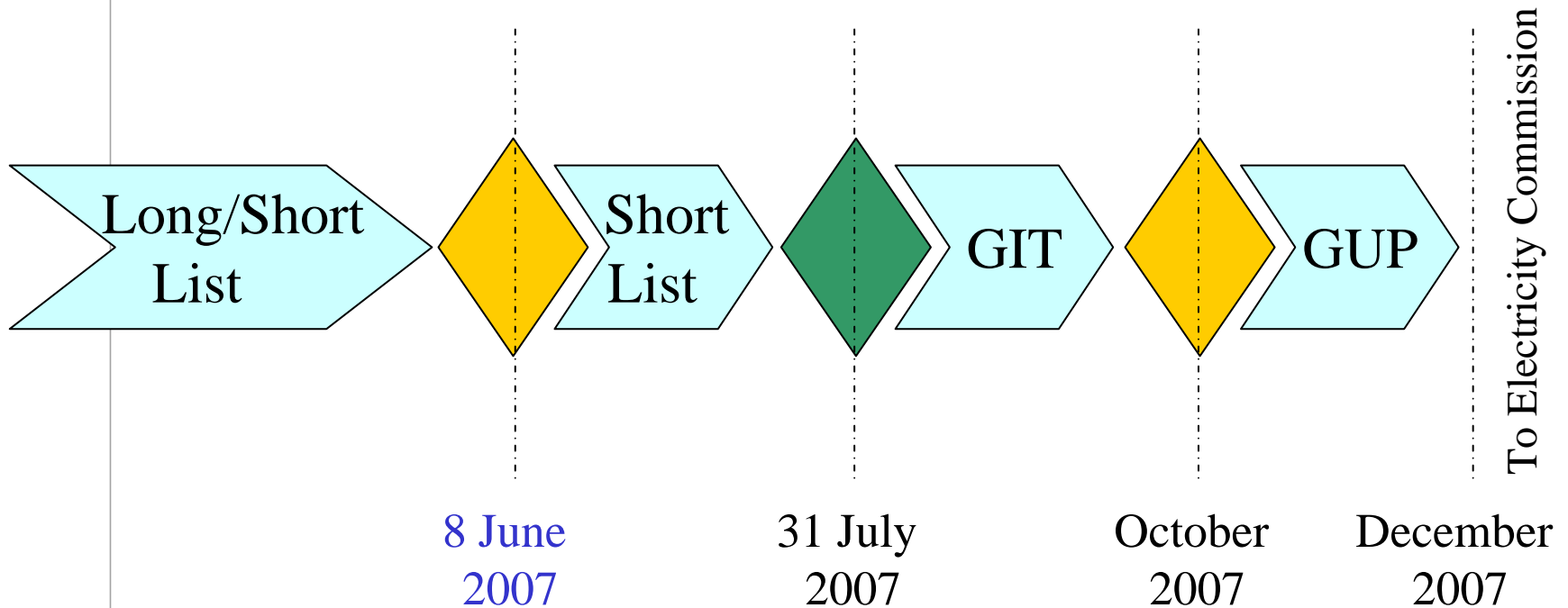


Need



- Replacement
 - Pole 1 end of life
 - Retirement planned for December 2010 in 2005 Grid Upgrade Plan
- Inter-Island interconnection
- Economic investment
 - Expected net market benefit must be > 0



High Level Process to Proposal



22 May to 22 June

-  Consultation/Workshops
-  GIT Data Book Published

Timing for Implementation

- If a replacement option is economic - earliest approval would be mid-2008
- At least 4 years from approval to implement (2012)
 - longer for options with new transmission lines

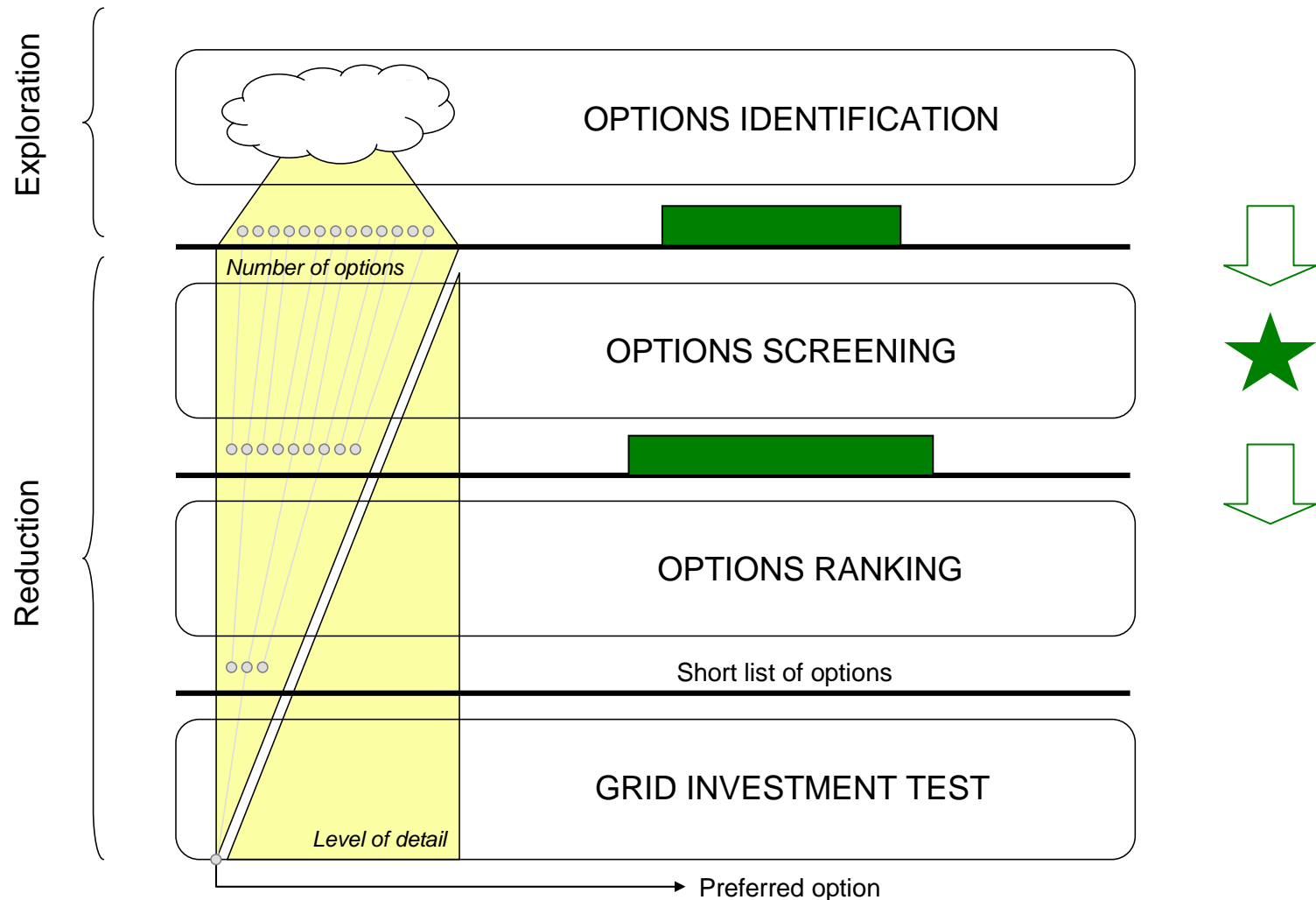


MAV Pole 1 Retirement

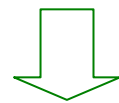
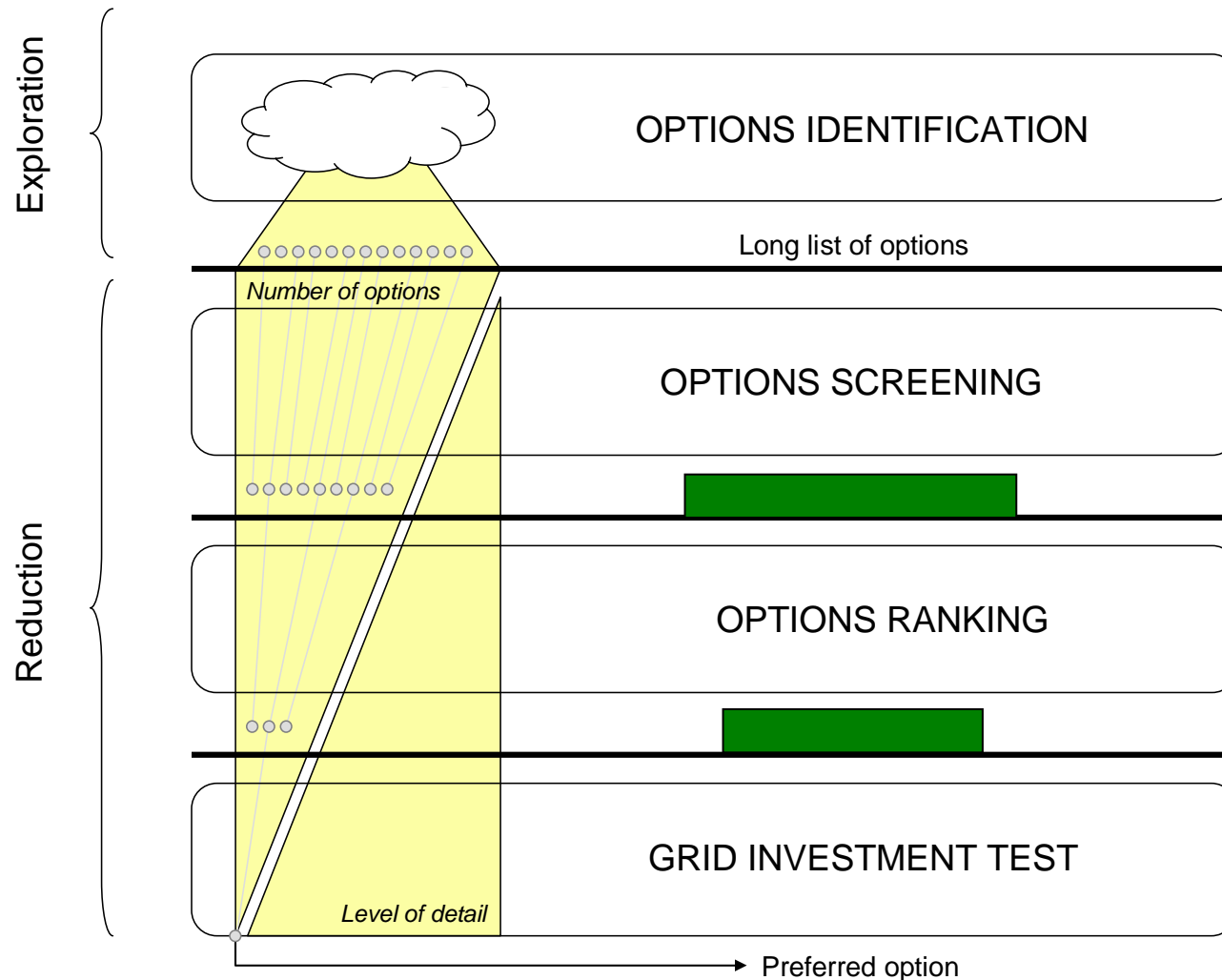
- Gap between planned retirement (2010) and earliest possible replacement (2012)
- Transpower reviewing strategies for extending operation beyond 2010 through to 2012
 - Retirement plan under review
 - Primary equipment will be over 47 years old by 2012
 - No plan to carry out major life extension works for operation past 2012



Process going forward

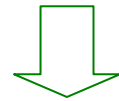
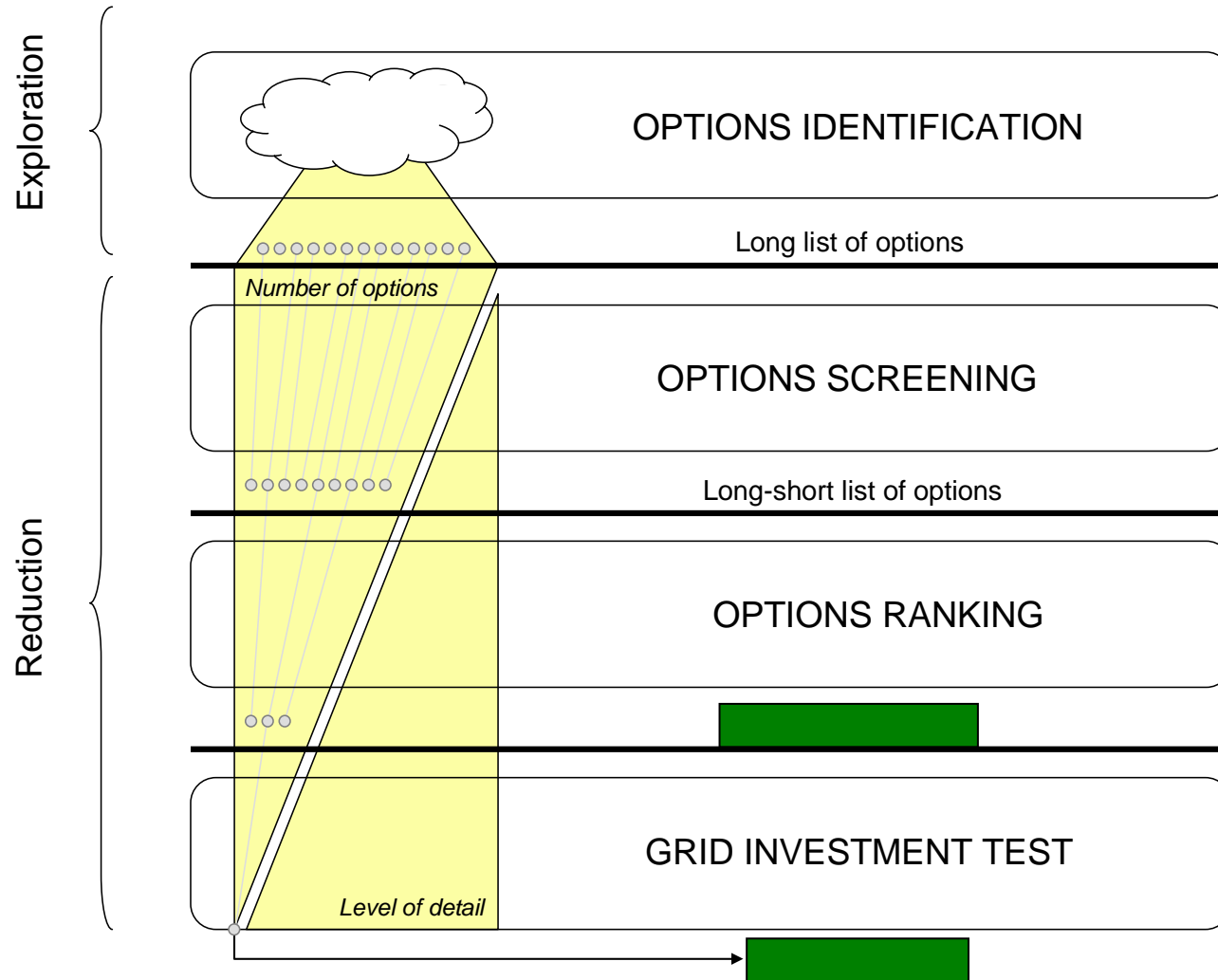


Process going forward



31 July

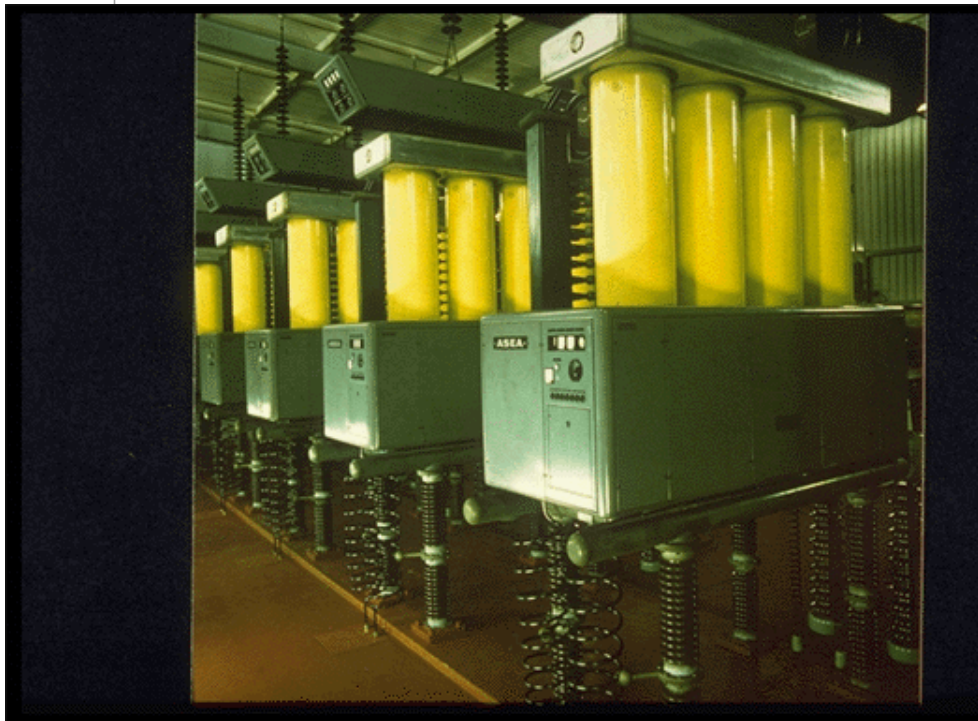
Process going forward



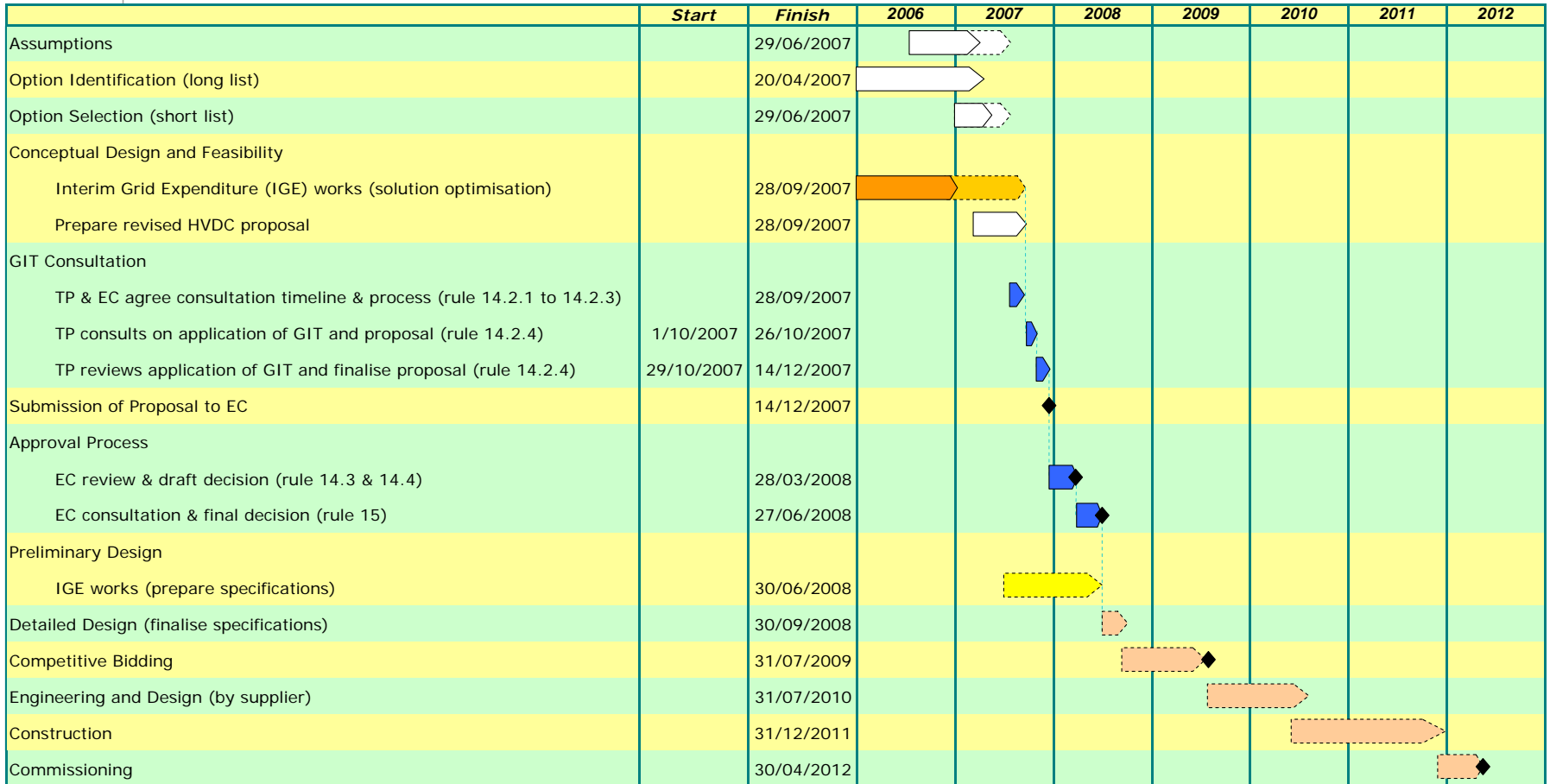
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Questions?



HVDC Pole 1 Replacement Timeline



IGE Approved in December 2005



Interim Work Phase (IWP)



Part F Rule Processes



Extended Timeline for IGE Approved 2005



IWP Discussions / Workshop



Post Approval



Additional IGE Approval Required



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HVDC Proposal – Process for Preparation & Consideration

