

ILLINOIS COMMERCE COMMISSION

DOCKET No. 12-0598

SURREBUTTAL TESTIMONY ON REHEARING

OF

DENNIS D. KRAMER

Submitted On Behalf

Of

AMEREN TRANSMISSION COMPANY OF ILLINOIS

December 10, 2013

TABLE OF CONTENTS

	Page No.
I. INTRODUCTION.....	1
II. PURPOSE, SCOPE AND IDENTIFICATION OF EXHIBITS.....	1
III. RESPONSE TO STAFF WITNESS MR. ROCKROHR	2
IV. RESPONSE TO MR. RAMEY	14
V. RESPONSE TO MR. LONG	16
VI. CONCLUSION	19

1 **ILLINOIS COMMERCE COMMISSION**

2 **DOCKET No. 12-0598**

3 **SURREBUTTAL TESTIMONY ON REHEARING OF**

4 **DENNIS D. KRAMER**

5 **Submitted On Behalf Of**

6 **Ameren Transmission Company of Illinois**

7 **I. INTRODUCTION**

8 **Q. Please state your name, business address and present position.**

9 **A. My name is Dennis D. Kramer, and my business address is One Ameren Plaza 1901**
10 **Chouteau Avenue, St. Louis, Missouri 63103. I am currently the Senior Director of**
11 **Transmission Policy and Planning at Ameren Services Company (Ameren Services).**

12 **Q. Are you the same Dennis D. Kramer who sponsored direct and rebuttal testimony in**
13 **the initial phase of this proceeding and direct and rebuttal testimony on rehearing?**

14 **A. Yes, I am.**

15 **II. PURPOSE, SCOPE AND IDENTIFICATION OF EXHIBITS**

16 **Q. What is the purpose of your surrebuttal testimony on rehearing?**

17 **A. My testimony addresses certain sections of the rebuttal testimonies on rehearing of**
18 **Illinois Commerce Commission (Commission) Staff witness Mr. Greg Rockrohr and Intervenor**
19 **witnesses Mr. Ramey and Mr. Long.**

20 **Q. Are you sponsoring any exhibits in support of your testimony?**

21 **A.** Yes, I sponsor the following:

- 22 • Exhibit 8.1 (RH) – ICC attendance at 3/2/08 MISO Planning Advisory
23 Committee
- 24 • Exhibit 8.2 (RH) – ICC attendance at 9/28/11 MISO Planning Advisory
25 Committee
- 26 • Exhibit 8.3 (RH) – ICC attendance at 5/27/09 MISO RECB TF
- 27 • Exhibit 8.4 (RH) – ICC attendance at 10/27/11 MISO RECB TF
- 28 • Exhibit 8.5 (RH) – Comparison of Pana connection cost and Ramey Pawnee-
29 Mt. Zion proposal cost.

30 **III. RESPONSE TO STAFF WITNESS MR. ROCKROHR**

31 **Q. What is Mr. Rockrohr's response to your direct testimony discussion of the**
32 **concerns with a Kincaid connection?**

33 **A.** He appears to accept that in order to accomplish a Kincaid connection, system
34 modifications or additions at the Kincaid Substation would likely be required, and that overloads
35 could occur at the Mt. Zion area substation transformer because of an unplanned opening of
36 circuit breakers at the Kincaid ring bus. He also appears to agree that a Pana connection would
37 do more to improve stability at the Coffeen power plant. Mr. Rockrohr acknowledges he has not
38 conducted any independent power flow analyses in support of the Kincaid proposal.
39 Nevertheless, he continues to believe the Kincaid connection is *potentially* a lower cost route and
40 that the Kincaid connection should be studied further to determine if it is.

41 **Q. Do you agree with Mr. Rockrohr’s suggestion “that modifications/at or near**
42 **Kincaid Substation would likely be required”?**

43 **A.** Yes. There is no question that if a connection to the Kincaid 345 kV bus is approved,
44 then physical and electrical modifications and additions will be necessary to the Kincaid 345 kV
45 substation. These include both the modifications that I discussed in my rehearing direct
46 testimony and other modifications that would likely be identified if a Kincaid connection was
47 approved and was subjected to further study.

48 **Q. Mr. Rockrohr suggests that ATXI has not “fully vetted” a Kincaid connection. Do**
49 **you agree?**

50 **A.** No. ATXI has “vetted” a Kincaid connection as part of the rehearing in this case. Mr.
51 Rockrohr misinterprets my testimony that further study would be needed if a Kincaid connection
52 was approved as indicating that further study is needed to know if Kincaid is the least cost
53 option. That is not the case. The analysis I describe in my rehearing direct testimony would
54 only be needed *if* the Kincaid connection is approved for implementation. The level of analysis I
55 describe is not needed to answer the question of whether the Kincaid connection results in a
56 lower cost to the Ameren Illinois area customers, as compared to the Pana connection. That
57 question is answered in ATXI Exhibit 1.6 (RH), which compares the Kincaid connection and
58 Pana connection project scopes, total costs and costs to the Ameren Illinois area customers. The
59 analysis documented in ATXI Exhibit 1.6 (RH), along with the rest of my rehearing direct
60 testimony, shows that the Pana connection will provide more benefits at a lower cost to the
61 Ameren Illinois area customers than the Kincaid connection. Moreover, Mr. Rockrohr,
62 particularly when claiming the analysis of a Kincaid connection is “insufficient” because of the

63 time limitations of the expedited certificate process, overlooks the lengthy system analysis
64 process that preceded the finalization and MISO Board of Director approval of the MVP
65 Portfolio and the Project. As explained in my direct testimony, the MVPs that make up the
66 Illinois Rivers Project are the product of a process that stretches back over 5 years – beginning
67 with the Midcontinental Independent System Operator, Inc. (MISO) Regional Generation Outlet
68 Study (RGOS) in 2008 to investigate how best to fulfill various state Renewable Portfolio
69 Standard (RPS) requirements or targets reliably and efficiently by accessing wind resources
70 located across the MISO footprint. The RGOS study was the first step in the very lengthy and
71 detailed analysis of the transmission system that eventually led to the identification and
72 subsequent MISO Board of Director’s approval of the transmission projects identified as MVPs
73 in the MISO MTEP11 Appendix A. Ameren Services participated in the MISO RGOS and MVP
74 studies over the 2008-2011 timeframe helping guide the optimum transmission development to
75 integrate the renewable energy resources necessary to meet the MISO states’ renewable energy
76 portfolio standards, improve access to lower cost energy, and, where possible, address local
77 reliability issues.

78 **Q. Were the Kincaid generation facility and substation included as part of the region**
79 **that was studied during the RGOS process?**

80 **A.** Yes. The “MISO Regional Generation Outlet Study” dated November 19, 2010, states,
81 “The study region consists of Midwest ISO and neighboring facilities including MAPP,
82 Commonwealth Edison, and American Electric Power.” The ComEd transmission system was
83 included in the scope of the study. The RGOS analysis used models which were a representation
84 of the Eastern Interconnection. The “MISO Regional Generation Outlet Study” dated November

85 19, 2010, states the sources of transmission system information that were included in the RGOS
86 models included, “External transmission system representation in the MTEP series models was
87 provided by the Eastern Interconnection Reliability Assessment Group (ERAG) Multi-Regional
88 Modeling Working Group (MMWG) North American Electric Reliability Corporation (NERC)
89 models, except for the non-Midwest ISO MRO members, where the latest Midwest Reliability
90 Organization (MRO) models were used. Commonwealth Edison and American Electric Power
91 (AEP) supplied system updates directly to the RGOS study effort for their respective
92 transmission systems.” The RGOS Report analyses provided multiple single line system
93 diagrams with potential transmission lines in MISO, ComEd and AEP territories. Therefore, the
94 Kincaid substation and its operational parameters were included in the models that were used to
95 develop the RGOS set of potential projects, which were then further analyzed and refined to
96 develop the final MVP Portfolio of projects. The results of the RGOS analysis and MVP
97 development process did not identify a connection through Kincaid substation as being
98 necessary.

99 Additionally, the RGOS study process was open to the public and stakeholders reviewed
100 and contributed to RGOS throughout the study process. A Technical Review Group (TRG),
101 composed of regulators, transmission owners, renewable energy developers, and market
102 participants, met monthly with Midwest ISO engineers to provide input, feedback, and guidance.
103 Ample opportunity was provided for stakeholders to propose various transmission projects
104 during the RGOS process.

105 **Q. Did the Commission participate in the RGOS and MVP process?**

106 **A.** Yes. The Commission had the opportunity to participate in the RGOS and MVP
107 processes, and in fact Commission representatives attended the MISO Planning Advisory
108 Committee (PAC) meetings as early as 2008 and also in 2011 prior to the MVP Portfolio
109 approval as documented in ATXI Exhibits 8.1 (RH) and 8.2 (RH). The Commission also had the
110 opportunity and did participate in the MISO Regional Expansion Criteria and Benefits (RECB)
111 Task Force meetings in 2009 and 2011 as documented in Exhibits 8.3 (RH) and 8.4 (RH). I have
112 attended many of the MISO PAC and RECB TF meetings over the past 8 years and frequently
113 the Commission participates via phone and occasionally in person. The MVP portfolio of
114 projects were discussed in the meetings of these committees on numerous occasions with
115 stakeholders proposing alternatives and providing feedback on the analysis.

116 **Q. Do you believe the results of the studies that Mr. Rockrohr refers to in your**
117 **rehearing direct testimony at lines 332 to 356 would change your conclusion that Kincaid is**
118 **not the least cost option?**

119 No. As explained in my rehearing direct testimony, based on what we already know, a Kincaid
120 connection will be more costly to Ameren Illinois area customers than a Pana connection.
121 Additional analysis and evaluation of the Kincaid connection will not result in reductions in its
122 total cost. Instead, further analysis will identify additional system reinforcements that may be
123 needed on the ATXI, AIC, ComEd, PJM and MISO transmission systems. These will add to the
124 Kincaid connection cost making the Kincaid connection even more costly than as indicated on
125 ATXI Exhibit 1.6 (RH).

126 **Q. So does the Commission have enough information to make a decision on the Kincaid**
127 **connection?**

128 **A.** Yes. As shown in ATXI Exhibit 1.6 (RH), the analysis and cost estimates that ATXI has
129 already developed show that a Kincaid connection will not be least cost to the Ameren Illinois
130 area customers. Mr. Rockrohr suggests that there is uncertainty about the need for AIC to
131 relocate its Pana substation equipment, but there is no uncertainty. The Pana substation and
132 associated transmission facilities need to be relocated and rebuilt, as discussed by ATXI witness
133 Mr. Jeffrey Hackman. A Kincaid connection will not include the Pana relocation and rebuild as
134 part of the MVP Portfolio, and therefore the Ameren Illinois area customers would pay the full
135 cost of this activity. No witness has otherwise claimed that the Kincaid connection cost
136 estimates as shown on ATXI Exhibit 1.6 (RH) are inaccurate. The additional analysis that Mr.
137 Rockrohr seeks will identify additional cost items that will increase the Kincaid cost estimate.
138 But even without these additional system reinforcements that will be needed due to a Kincaid
139 connection, ATXI Ex.1.6 (RH) clearly shows that the Kincaid connection will result in the
140 Ameren Illinois area customers paying more if the Kincaid connection is implemented than if the
141 Pana connection is implemented.

142 **Q. Would there be a benefit to additional analysis of the Kincaid connection in the**
143 **context of this case?**

144 **A.** No. The MVP Portfolio was developed through extensive analysis and a lengthy series
145 of stakeholder meetings in order to address a range of transmission system issues including
146 access to renewable resources, reductions in system congestion and addressing local reliability
147 issues. The Project is an integral part of the MVP Portfolio. The Kincaid substation was

148 included in the system models and the scope of the study that developed the RGOS set of
149 potential projects that were used as input to the process to develop the MVP Portfolio.
150 Therefore, the limitations placed upon the system by the Kincaid 345 kV substation were
151 incorporated into the analysis. In light of the fact that the Kincaid substation was included in the
152 RGOS and MVP analysis process and a connection to Kincaid was not included in the final
153 recommendations of either process, it is unnecessary to delay the Project, which has been
154 approved as a part of the regional MVP Portfolio, in order to further study Kincaid's long
155 standing operational issues. The additional analysis that Mr. Rockrohr suggests is not necessary
156 to move forward with the Project.

157 **Q. You stated in direct testimony that completion of needed studies for a Kincaid**
158 **connection would take 12-15 months. Could a Pawnee to Kincaid to Mt. Zion connection**
159 **be completed more quickly if necessary studies were given priority?**

160 **A.** No. Ameren Services has recent experience with requesting ComEd and PJM to perform
161 impact studies for simple "tap" connections to the ComEd 138 kV system. These studies are
162 much simpler and smaller in scope than a new connection to the Kincaid 345 kV bus. These
163 much simpler studies were given "high priority" and still took at least nine months to complete.
164 For example, Ameren Services requested ComEd to modify its existing 138 kV transmission line
165 to accommodate the connection of a new Ameren owned 138/34.5 kV substation. Reaching
166 agreement on the final system study agreement required approximately six months of discussion.
167 The resultant system impact study is expected to require three months to complete. Therefore it
168 will require nine months from the day the decision was made to move forward with the project to
169 determine the system upgrades necessary to safely and reliably connect a simple 138/34.5 kV

170 substation to an existing 138 kV line. The Kincaid connection is much more complicated and
171 will require a more detailed system study agreement and more time to complete the actual study.

172 **Q. Could ATXI modify the sequence of route segment construction to address Decatur**
173 **area reliability by some connection other than Kincaid or Pana in 2016 -2018?**

174 **A.** Possibly, but an additional analysis would need to be performed to determine if
175 accelerating the in-service date of the Kansas to Mt. Zion area substation 345 kV line can be
176 accommodated without exposing the existing transmission system to excessive congestion or
177 creating system overloads. During the construction of any major transmission project, there are
178 circumstances that require portions of the existing transmission system to be removed from
179 service in order to safely perform the construction activities. This removal of transmission
180 equipment from service subjects the remaining transmission system to temporary conditions that
181 can result in increased system congestion and even potential equipment overloads.

182 The in-service dates shown on ATXI Exhibit. 2.4 are the end result of a joint MISO and
183 ATXI analysis to determine the sequence that minimized the number of temporary system
184 conditions that would cause system congestion and system overloads. The current sequence
185 minimizes the potential need for these types of reinforcements that are driven by the MVP
186 construction activities. Accelerating the in-service date of the Kansas to Mt. Zion area substation
187 345 kV line would require this sequence to be reevaluated. It is also possible that accelerating the
188 Kansas to Mt. Zion area substation 345 kV line may result in system overloads that can only be
189 mitigated by implementing other new system reinforcements.

190 **Q. Would the Mt. Zion to Kansas segment address Decatur area reliability if it were**
191 **accelerated to be in service by 2016?**

192 **A.** Possibly, but the ability of the Mt. Zion to Kansas 345 kV line to address the Decatur
193 area reliability issues is highly dependent upon which Mt. Zion substation location is approved.
194 Assuming the ATXI Mt. Zion substation location is used, then power flow analyses indicate the
195 post-contingency voltage recovery in the Decatur area is 94.2%. Using the Staff's alternative
196 Mt. Zion substation locations, Options 1 or 2 results in the Decatur area post-contingency voltage
197 recovery as being 93.7%. Using Mr. Rockrohr's Moweaqua substation location, as described in
198 his rehearing direct testimony, results in substantially lower Decatur area post-contingency
199 voltage recovery of 92.2%. A Pana connection provides a higher level of post-contingency
200 voltage recovery at every substation compared to supplying the Mt. Zion area substation only
201 from a 345 kV line from Kansas.

202 **Q. Do you agree that ATXI's proposed new 345/138 kV substation in the Decatur area,**
203 **regardless of its exact location, will not provide the planned reliability improvement to the**
204 **Decatur area without AIC's 138 kV transmission line connections?**

205 **A.** Yes. In my direct and rebuttal testimony I explain the 138 kV interconnections between
206 ATXI's Project and the AIC 138 kV system are part of the scope of MISO MVPs # 9, 10, and 11
207 and therefore, these interconnections will be constructed. Mr. Rockrohr is concerned that these
208 138 kV connections are not part of this proceeding. But the question of where to locate the Mt.
209 Zion substation now before the Commission on rehearing demonstrates exactly why it is not
210 necessary or appropriate to include the 138 kV connections in this proceeding. There are
211 currently four proposed locations for the Mt. Zion substation. The 138 kV connections cannot be

212 designed until ATXI knows where the substations are to be located, as explained by Mr.
213 Hackman.

214 **Q. Could the 138 kV connections be in-service by 2016 to meet Decatur needs?**

215 **A.** Yes. As explained by Mr. Hackman, if the Commission approves either ATXI's
216 proposed Mt. Zion area substation location or Staff Options 1 or 2 Mt. Zion sites, the length of
217 138 kV line needed to connect the approved substation to Decatur, would be modest –
218 approximately 3-8 miles, and design, approval and construction would be straightforward.
219 However, the ATXI proposed Mt. Zion substation site is the preferred location for the reasons
220 previously expressed.

221 **Q. Mr. Rockrohr argues his proposed Moweaqua substation would intercept existing**
222 **138 kV lines that supply the Decatur area so that additional 138 kV lines would not be**
223 **immediately necessary. Is this correct?**

224 **A.** No. As I explained in my rehearing rebuttal, using the existing AIC 138 kV system with
225 no new 138 kV connections to the Decatur area, the Moweaqua substation site is greatly inferior
226 to the ATXI proposed Mt. Zion substation site and even Staff's proposed Mt. Zion sites. Even
227 with an additional 138 kV connection to the Decatur area as described by Mr. Rockrohr as a
228 future option, the proposed Moweaqua substation site is still inferior to the ATXI proposed Mt.
229 Zion substation site and even Staff's proposed Options 1 and 2 Mt. Zion sites. The proposed
230 Moweaqua substation site does not provide an opportunity to address the Decatur area reliability
231 issues without additional new 138 kV connections to the Decatur area.

232 **Q. Would modifications to the existing 345 kV configuration at the Kincaid Substation**
233 **alleviate the concern with the Mt. Zion area substation 345/138 kV transformer overloads?**

234 **A.** Possibly, though modifications to the Kincaid 345 kV substation will be a challenge due
235 to physical space limitations and other obstacles, as discussed by Mr. Hackman. The ability to
236 address the Mt. Zion area substation overload condition will be dependent upon what type of line
237 and equipment connection reconfigurations can be accommodated by the Kincaid 345 kV bus
238 and substation. It should be noted that a full study of the Kincaid connection may identify
239 additional overloaded equipment on the ATXI, AIC, ComEd, PJM or MISO systems that would
240 need to be addressed and would increase the cost of the Kincaid connection.

241 **Q. Do you believe the Kincaid connection would provide stability improvement**
242 **adequate to eliminate MISO's concerns about the Coffeen power plant?**

243 **A.** No. As explained in my direct testimony, the Pana connection improves the ability of the
244 Coffeen power plant to withstand certain transmission system disturbances and remain connected
245 to the grid by 10%. In contrast, the Kincaid connection provides no improvement in the ability
246 of the Coffeen power plant to withstand these same transmission system disturbances and remain
247 connected to the grid. Because the Kincaid connection provides no improvement in Coffeen
248 stability, I do not believe it would address MISO's concerns with Coffeen stability.

249 **Q. Would the Staff Option 3 substation site (Moweaqua) potentially further improve**
250 **stability of the power plants, especially Coffeen?**

251 **A.** It is highly unlikely to improve the stability of Coffeen. The system configuration to
252 supply Staff's Option 3 substation site (Moweaqua) described in Mr. Rockrohr's rehearing direct
253 and rebuttal testimony connects Staff's Kincaid route to a new Moweaqua substation and then to

254 the existing Pana to Decatur area 138 kV line. Connecting this existing 138 kV line to
255 Moweaqua substation would at best provide minimal if any improvement in the stability of the
256 Coffeen power plant and provides less improvement than the Pana connections additional 345
257 kV connections would provide.

258 Additionally, as I explained in my rehearing rebuttal testimony, Staff's Option 3
259 substation site (Moweaqua) is far inferior to other proposed Mt. Zion substation sites in terms of
260 addressing reliability concerns in the Decatur area. Therefore, irrespective of its impact on
261 Coffeen stability, the Moweaqua substation represents a greatly inferior option.

262 **Q. Do you have any other issues to address in response to Mr. Rockrohr?**

263 **A.** Yes, the question of the equipment configuration at Ipava substation.

264 **Q. What is Mr. Rockrohr's position?**

265 **A.** He believes ATXI could position a less costly 4-position ring bus in the available
266 buildable space in and adjacent to AIC's existing Ipava Substation. This, in his view, would
267 allow for three initial connections (Duck Creek, Meredosia, and the existing 345/138 kV
268 transformer) but still provide a spare 345 kV termination position for future use.

269 **Q. What is your response?**

270 **A.** Mr. Rockrohr is correct that Ipava substation will initially have three connections to its
271 345 kV bus. As I explained in my rehearing direct testimony, it is acceptable to implement a
272 ring bus configuration initially at Ipava. However, ATXI also determined that a number of
273 future additional connections could be expected to be made at Ipava due to its location near the
274 MISO-PJM seam, potential system upgrades needed due to generation retirements or other

275 needs. These future developments could result in the total number of potential connections being
276 more than four; therefore ATXI should plan the ring bus configuration at Ipava to be easily
277 expandable to BAAH. This expandability would not be possible at the original AIC site, as Mr.
278 Hackman explained.

279 **IV. RESPONSE TO MR. RAMEY**

280 **Q. What is the position of the Ramey's on the Project's connections to Mt. Zion?**

281 **A.** They support the Staff proposed route from Pawnee to Mt. Zion via Kincaid. They also
282 propose a connection between Pawnee and Mt. Zion directly, without using the Kincaid
283 substation, based on a recognition of the concerns I raised about Kincaid substation.

284 **Q. Is there a major inaccuracy in Ramey's understanding of the transmission system**
285 **configuration?**

286 **A.** Yes. On several occasions he incorrectly states that there is an existing 345 kV line
287 between Pawnee and Pana. There is no 345 kV line directly between the Pawnee and Pana
288 substations.

289 **Q. Do you have other concerns about the Ramey proposal?**

290 **A.** Yes. I would begin by noting that Mr. Ramey does not state he is an engineer or
291 otherwise explain his qualifications to evaluate the electrical connections and configuration of
292 the Project. His proposal to connect Pawnee to Mt. Zion directly is by his own admission
293 hypothetical, and it is unsupported by any analysis or even expert opinion.

294 **Q. Are there other deficiencies in Ramey's proposal?**

295 **A.** Yes. The Ramey proposal is deficient compared to the Pana connection in the following
296 areas.

- 297 • It would not address the need for relocation and rebuilding of the Pana substation
298 at another site. This would result in the Ameren Illinois customers paying the full
299 cost of this necessary activity instead of approximately 9% of the cost if it was
300 performed as part of the MVP Portfolio.
- 301 • It would not provide the benefit of additional 345 kV supplies to Pana substation.
- 302 • It would produce much less if any improvement in Coffeen stability

303 **Q. Did you examine the cost of the Ramey proposal compared to the Pana connection**
304 **cost?**

305 **A.** Yes, ATXI Exhibit 8.5 (RH) is a comparison of the cost of the Ramey proposal and the
306 Pana connection. The estimated 46.2 miles of 345 kV line between Pawnee and a Mt. Zion area
307 substation is from Ramey's testimony. I also removed any line item costs associated with
308 connections to the Kincaid substation. The cost analysis clearly shows that the Ramey proposal
309 is not the least cost option for the Ameren Illinois area customers. The Ameren Illinois area
310 customers will pay \$43.6 million for the Ramey proposal and pay only \$18.3 million for the Pana
311 connection. Therefore the Ramey proposal will cost more and provide less benefit to the
312 Ameren Illinois area customers.

313 **Q. Are there other inaccuracies in his analysis?**

314 **A.** Yes. Mr. Ramey argues that the desire for sharing the Pana substation construction
315 expense cost is the reason for the 345 kV lines to Pana substation and inclusion of the Pana

316 substation as part of the MVP Portfolio. He is incorrect. Additional 345 kV connections to the
317 Pana substation were examined and identified as being needed as part of the MVP Portfolio
318 development process. The Project's additional 345 kV lines to Pana substation are justified
319 based upon the benefits they provide, as described in my direct and rehearing direct testimony.
320 Therefore, the reasoning expressed in the Ramey testimony is exactly backwards. The Pana
321 substation is part of the MVP Portfolio and for this reason the relocation and rebuilding expense
322 will be cost shared.

323 **V. RESPONSE TO MR. LONG**

324 **Q. Does Mr. Long raise a concern you wish to respond to?**

325 **A.** Yes. He mischaracterizes the discussion of increased generator stability as a “red
326 herring” while he admits to not being an expert in generator or system stability analysis. He
327 appears most concerned about Coffeen power plant stability.

328 **Q. Can you help Mr. Long understand how generator stability can be put at risk?**

329 **A.** From the Glossary of Terms Used in NERC Reliability Standards, updated November 21,
330 2013 a fault is defined as “An event occurring on an electric system such as a short circuit, a
331 broken wire, or an intermittent connection.” There are numerous ways that a short circuit can
332 occur on the power system, including but not limited to: internal failures of power equipment
333 (such as a breaker or transformer), a broken conductor, failure of an insulator, an object such as a
334 tree or other debris (such as is blown into a line during a storm), etc.

335 As I explained in my rehearing direct testimony, both the Kincaid and Coffeen power
336 plants are synchronous generators, which means they are connected to the electric grid in such a
337 way that the rotors of both generators are in synchronized rotation. The transmission system and

338 generators are designed to maintain this steady-state synchronized condition. The steady-state
339 condition can be upset by sudden changes in load, system faults that lead to de-energization of
340 transmission lines, or other events that occur on the electric grid.

341 Faults which occur electrically near a power plant can cause a disruption sufficiently
342 large to cause the power plant to disconnect from the grid. Therefore improving the stability of a
343 power plant is important because it increases the plant's ability to withstand the major
344 disturbances created by short circuits, de-energization of transmission lines, and similar system
345 events, and remain connected to the electric grid. Sudden disconnecting of power plants from
346 the electric grid can intensify and expand the major disturbance that was the initial cause of the
347 power plant disconnecting from the electric grid. Therefore, an increase in the ability for a
348 power plant to withstand a system disturbance and remain connected to the grid is a desirable
349 benefit from any transmission system improvement

350 **Q. What is the source of potential faults at Coffeen?**

351 **A.** A fault would be caused by an event as described above and could occur today or at some
352 time in the future (i.e. during projected future system conditions).

353 **Q. Mr. Long also questions the severity of the fault and why the fault would be near the**
354 **generator versus farther away where other relay schemes would isolate the fault. Can you**
355 **explain the severity and location of faults that would be considered in a stability analysis?**

356 **A.** By severity of the fault, I assume he is referring to the amount of instantaneous electrical
357 current that flows as a result of a short circuit (fault current). The amount of fault current is
358 determined by the location of the fault, the type of fault (phase-to-phase, three-phase, single-
359 phase-to-ground or three-phase-to-ground) and the electrical configuration of the transmission

360 system at the time the fault occurs. It is impossible to predict the exact location where a fault
361 will occur or the system electrical configuration when the fault occurs. Therefore, a stability
362 analysis investigates several different types of faults at various locations assuming different
363 future system conditions to determine if the power plant being analyzed is able to withstand the
364 disturbance caused by the fault and remain connected to the grid. ATXI's analysis indicated the
365 Pana connection will improve stability of the Coffeen power plant and the Kincaid power plant.

366 **Q. Mr. Long agrees that the ATXI proposal provides additional capability to deliver**
367 **output from Coffeen through new outlets at Pana but argues that this is not a stability**
368 **issue. Can additional outlet lines provide additional capacity and improve stability?**

369 **A.** Yes, providing additional outlet paths and increased power plant stability are directly
370 related. ATXI's stability study indicated that additional outlet lines from the Pana connection
371 improved stability for the Coffeen and Kincaid power plant while also providing additional paths
372 for energy to flow from the Coffeen power plant through the system and to the load. Mr. Long
373 has not offered a stability study of his own.

374 **Q. Mr. Long also complains ATXI has not provided the numerical values that are**
375 **being improved.**

376 **A.** These percentages are based upon ATXI's analysis of the amount of improvement in
377 stability the Pana connection would provide to the Coffeen and Kincaid power plants. The
378 analysis examined the "clearing times" for various types of faults at or near the Coffeen and
379 Kincaid power plants. In the case of a system fault on a transmission line, sensors at both ends
380 of the line detect the presence of the problem and initiate the sequence for the circuit breakers on
381 both ends of the line to open. The time required to sense the presence of the fault, send a signal

382 to the circuit breakers to open, and for the circuit breakers to then disconnect the transmission
383 line is referred to as the “clearing time.”

384 The maximum time that can be taken to remove a system fault and have a generating
385 units remain synchronized to the grid is called the “critical clearing time” for that particular
386 generator. Increasing a generator’s critical clearing time is beneficial because it allows the
387 generator to withstand larger system disturbances and still remain connected to the grid.
388 Therefore, system reinforcements that increase the critical clearing time are beneficial to the
389 stability of the grid.

390 The values provided in my rehearing direct testimony are the percent improvements in
391 critical clearing time for the Coffeen and Kincaid power plants. An increase in the ability for a
392 power plant to withstand a system disturbance and remain connected to the grid is a desirable
393 benefit from any transmission system improvement.

394 **VI. CONCLUSION**

395 **Q. Does this conclude your surrebuttal testimony on rehearing?**

396 **A.** Yes, it does.