Appendix A Black Hills Energy 10-Year Transmission Projects

Table of Contents

SB 07-100 Projects Summary	A-3
Boone 230:115 kV Transformer #2	A-5
La Junta Tri-State Interconnection	A-6
Pueblo-Hyde Park-West Station 115 kV Transmission Line	A-8
Rattlesnake Butte 115 kV Substation	A-10
Greenhorn-Reader 115 kV Transmission Line Rebuild	A-11
Reader-Rattlesnake Butte 115 kV	A-13
Transmission Line	A-13
Transmission Projects Summary	A-15
Transmission Projects Summary Baculite Mesa-Overton 115 kV Line Rebuild	
	A-16
Baculite Mesa-Overton 115 kV Line Rebuild	A-16 A-18
Baculite Mesa-Overton 115 kV Line Rebuild Portland-West Station #2 115 kV Line & Substation Expansion/Upgrades	A-16 A-18 A-20
Baculite Mesa-Overton 115 kV Line Rebuild Portland-West Station #2 115 kV Line & Substation Expansion/Upgrades Substation Projects Summary	A-16 A-18 A-20 A-21
Baculite Mesa-Overton 115 kV Line Rebuild Portland-West Station #2 115 kV Line & Substation Expansion/Upgrades Substation Projects Summary Cañon City 115 kV Capacitor Bank Project	A-16 A-18 A-20 A-21 A-22

SB 07-100 Projects Summary

Senate Bill 07-100 (SB-100) was passed by the Colorado legislature and signed by the Governor in 2007. This bill determined that a robust electric transmission system is critical to ensuring the reliability of electric power for Colorado citizens and Colorado's vibrant economy. It also determined that a high quality of life depends on the continued availability of clean, affordable, reliable electricity. Therefore, Colorado utilities should continually evaluate the adequacy of electric transmission facilities throughout the state, and be encouraged to promptly and efficiently improve such infrastructure as required to meet the state's existing and future energy needs.

The legislation requires Public Service Company of Colorado ("PSCo") and Black Hills/Colorado Electric Utility Company, L.P. ("Black Hills") to:

- Designate "Energy Resource Zones" ("ERZs"). An ERZ is defined as "a geographic area in which transmission constraints hinder the delivery of electricity to Colorado consumers, the development of new electric generation facilities to serve Colorado consumers, or both."
- Develop plans for transmission necessary to deliver the electric power consistent with the timing of development of energy resources in or near each zone.
- Consider how transmission can be provided to encourage local ownership of renewable energy facilities.
- Submit proposed plans, designations, and applications for Certificate of Public Convenience and Necessity (CPCN).

Regulated utilities are required to file a report with the Colorado Public Utilities Commission ("COPUC") on or before October 31 of each odd number year with the most recent filing in October 2011.

In 2011, the SB-100 studies focused on increasing transfer capability in or around the ERZs identified by the participating utilities. Analysis was performed which focused on projects that upgrade the primary delivery system of the transmission network. With the exception of minor terminal equipment upgrades, the 2011 analysis determined that four previously planned BHE transmission projects met the criteria for reliable delivery of beneficial resources to customer load as required by SB-100.

The COPUC has determined that no CPCN was required for the Reader-Rattlesnake Butte 115 kV project, which includes a new 115 kV Rattlesnake Butte substation and the rebuild of the Reader-Greenhorn 115 kV line. The La Junta Tri-State Interconnection Project was also determined to be in the ordinary course of business, as well as the rebuild of the Pueblo-Hyde Park-West Station 115 kV line. A final decision on the second Boone 230/115 kV transformer is pending.

A-4

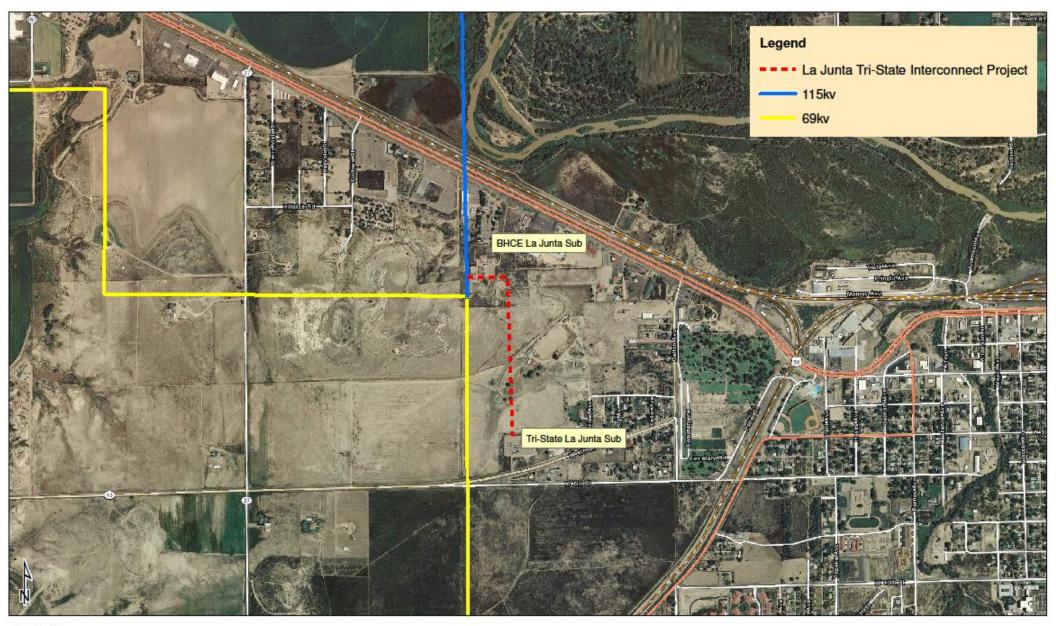
Boone 230:115 kV Transformer #2

Black Hills Energy PSCo and TSG&T Second 230/115 kV 150 MVA transformer at Boone substation.
230 kV
Boone 230 kV substation (near Boone, CO)
Substation
Planned
CCPG
Increased reliability in the Rocky Ford/La Junta area.
\$5,300,000
2013
2013
Pending
Eric Egge eric.egge@blackhillscorp.com 605-721-2646 Pending

La Junta Tri-State Interconnection

Additio	Sponsor: onal Project Participants: Description:	Black Hills Energy TSG&T Add capacity at BHE LaJunta and add new 0.5 mile 115 kV line to TSG&T LaJunta substation (Final La Junta Tie Study_041609.pdf).
	Voltage Class: Facility Rating: Point of Origin/Location: Point of Termination: Intermediate Points: Length of Line (in Miles): Type of Project: Development Status: Routing: Subregional Planning Group:	115 kV 222 MVA Black Hills Energy LaJunta 115 kV substation TriState LaJunta 115 kV substation 1 Substation Planned CCPG
Purpos	e of Project:	Improved reliability in the LaJunta area.
Estima	ted Cost (in 2011 Dollars):	\$6,000,000
Estima Schedu		\$6,000,000
		\$6,000,000 2013 2014 Approved - Colorado PUC

La Junta Tri-State Interconnect Project





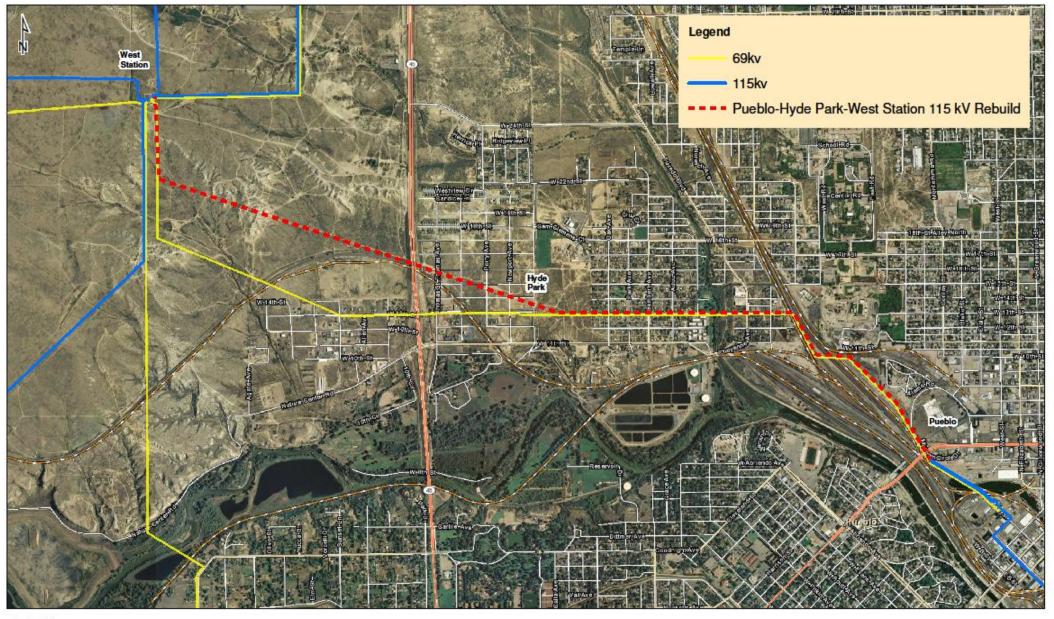


Pueblo-Hyde Park-West Station 115 kV Transmission Line

Project Sponsor:	Black Hills Energy
Additional Project Participants:	
Project Description:	Rebuild existing Pueblo-Hyde Park-West Station 115 kV line
	(2009 SB07-100 Report_Filed.pdf).

	Voltage Class: Facility Rating: Point of Origin/Location: Point of Termination: Intermediate Points: Length of Line (in Miles): Type of Project: Development Status: Routing: Subregional Planning Group:	115 kV 222 MVA Pueblo 115 kV West Station 115 kV Hyde Park 115 kV 5 Transmission Line Planned CCPG
Purpose	e of Project:	Improved reliability in the Pueblo area.
Estimat	ed Cost (in 2011 Dollars):	\$2,700,000
Schedu	le:	
	Construction Date: Planned In-Service Date: Regulatory Info: Regulatory Date: Permitting Info: Permitting Date:	2012 2013 Approved - Colorado PUC
Contact	t Information: Email Phone Website Information	Eric Egge eric.egge@blackhillscorp.com 605-721-2646 <u>http://www.westconnect.com/documents_results.php?categ</u> oryid=177

BHE Pueblo-Hyde Park-West Station 115 kV Rebuild





0 0.5 1 Miles

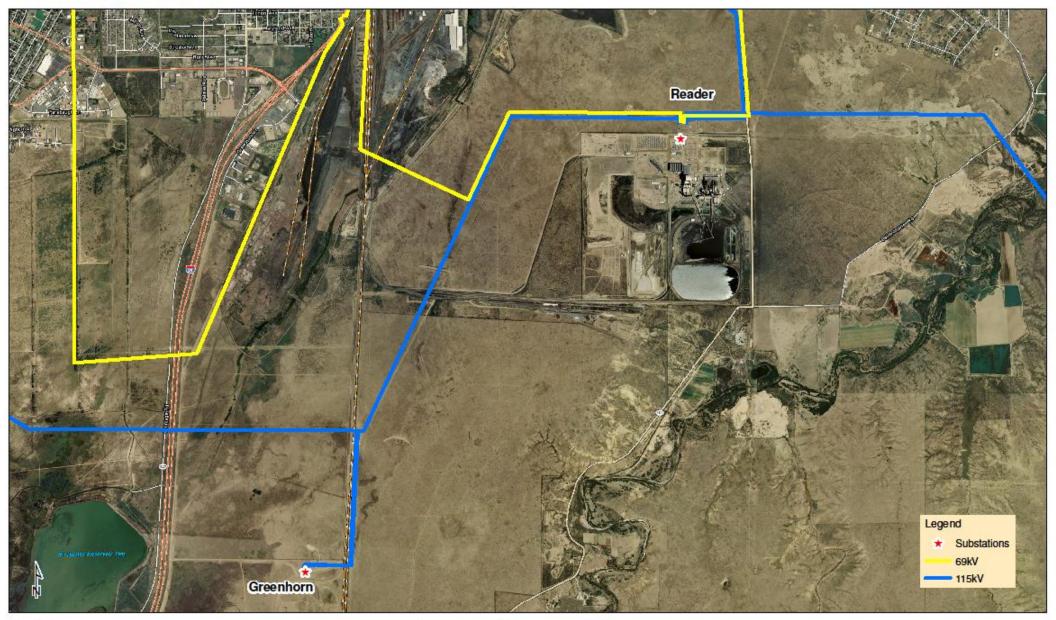
Rattlesnake Butte 115 kV Substation

Project Sponsor: Additional Project Participants:	Black Hills Energy
Project Description:	New 115 kV substation to accommodate new wind generation (BHCT-G8 System_Impact_Study_Report _Final.pdf).
Voltage Class: Facility Rating:	115 kV
Point of Origin/Location: Point of Termination: Intermediate Points: Length of Line (in Miles):	Rattlesnake Butte 115 kV (36 miles south of Pueblo, CO)
Type of Project:	Substation
Development Status: Routing:	Planned
Subregional Planning Group:	CCPG
Purpose of Project:	Generation interconnection.
Estimated Cost (in 2011 Dollars):	\$1,500,000
Estimated Cost (in 2011 Dollars): Schedule:	\$1,500,000
	\$1,500,000 2012 2012 Approved - Colorado PUC
Schedule: Construction Date: Planned In-Service Date: Regulatory Info: Regulatory Date: Permitting Info: Permitting Date: Contact Information:	2012 2012 Approved - Colorado PUC Eric Egge
Schedule: Construction Date: Planned In-Service Date: Regulatory Info: Regulatory Date: Permitting Info: Permitting Date:	2012 2012 Approved - Colorado PUC

Greenhorn-Reader 115 kV Transmission Line Rebuild

Additio	t Sponsor: onal Project Participants: t Description:	Black Hills Energy Rebuild 115 kV line from Reader to new Greenhorn substation (2009 SB07-100 Report_Filed).
	Voltage Class: Facility Rating: Point of Origin/Location: Point of Termination: Intermediate Points: Length of Line (in Miles): Type of Project: Development Status: Routing: Subregional Planning Group:	115 kV 222 MVA Greenhorn 115 kV Reader 115 kV 4 Transmission Line Planned CCPG
Purpos	e of Project:	Improved reliability in the Pueblo area.
Estima	ted Cost (in 2011 Dollars):	\$3,000,000
Schedu	ıle:	
	Construction Date: Planned In-Service Date: Regulatory Info: Regulatory Date: Permitting Info: Permitting Date:	2012 2013 Approved - Colorado PUC
Contac	t Information: Email Phone Website Information	Eric Egge eric.egge@blackhillscorp.com 605-721-2646 <u>http://www.westconnect.com/documents_results.php?categ</u> oryid=177

BHE Greenhorn 115 kV to Reader 115 kV





0 0.5 1 Miles

Reader-Rattlesnake Butte 115 kV

Transmission Line

-	t Sponsor: onal Project Participants:	Black Hills Energy
	t Description:	New 115 kV line from Reader to new Rattlesnake Butte substat'n (BHCT-G8 System_Impact_Study_Report _Final.pdf).
	Voltage Class: Facility Rating: Point of Origin/Location: Point of Termination: Intermediate Points: Length of Line (in Miles): Type of Project: Development Status: Routing: Subregional Planning Group:	115 kV 222 MVA Reader 115 kV substation Rattlesnake Butte 115 kV substation 36 Transmission Line Planned CCPG
Purpo	se of Project:	Generation interconnection.
	se of Project: nted Cost (in 2011 Dollars):	Generation interconnection. \$14,100,000
	nted Cost (in 2011 Dollars):	
Estima	nted Cost (in 2011 Dollars):	



Plane Male Even

2.5

Transmission Projects Summary

With the exception of those listed as "SB 07-100 Projects" above, all upgrades to BHE's existing 115 kV transmission line infrastructure or new line additions were classified as "Transmission Projects." These projects were identified to increase reliability in the event of a contingency situation, accommodate new generation interconnections, or a combination of the two.

The Baculite Mesa generation interconnection necessitated the construction of a new double circuit 115 kV line to West Station, a new single circuit 115 kV line to Nyberg, and the rebuild of the single circuit 115 kV line to Airport Memorial. The segment of the Baculite Mesa-Northridge 115 kV line between Baculite Mesa and the planned location of the new 115 kV Overton substation will also be rebuilt to accommodate the new generation.

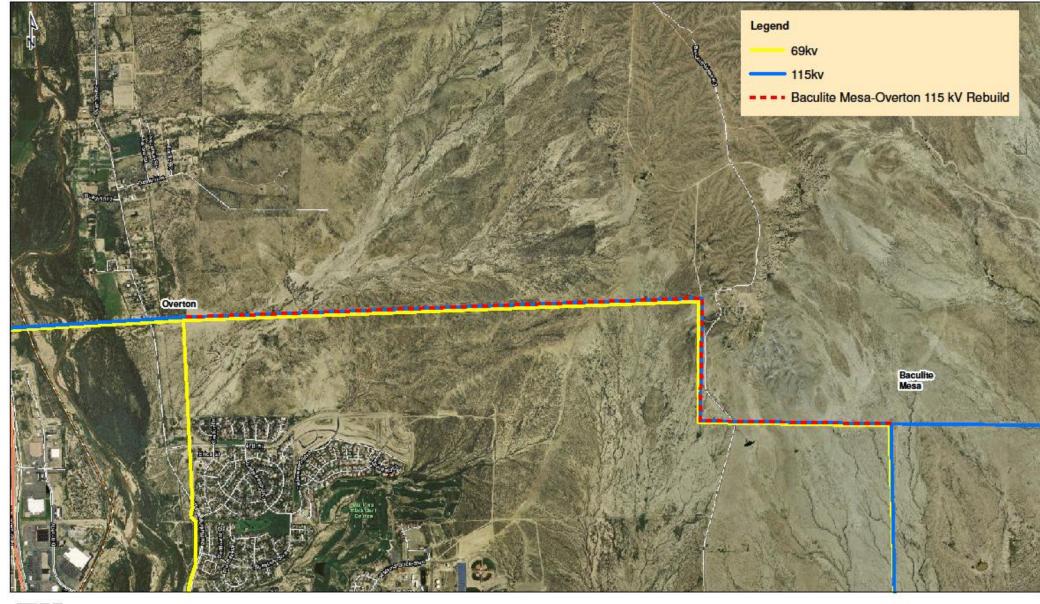
A second 115 kV line from Portland to West Station is planned to increase reliability to the Cañon City area following the planned retirement of the Cañon City generation in response to the Clean Air Clean Jobs Act signed into law in 2010.

A-15

Baculite Mesa-Overton 115 kV Line Rebuild

Project Sponsor: Additional Project Participants: Project Description:	Black Hills Energy Rebuild existing 115 kV line between Baculite Mesa and new Overton substation (Final 2010 BHCT LTP Report.pdf).
Voltage Class: Facility Rating: Point of Origin/Location: Point of Termination: Intermediate Points: Length of Line (in Miles): Type of Project: Development Status: Routing: Subregional Planning Group:	115 kV 222 MVA Baculite Mesa 115 kV Overton 115 kV 4 Transmission Line Planned CCPG
Purpose of Project:	Increased reliability and generation interconnection.
Estimated Cost (in 2011 Dollars):	\$2,000,000
Schedule:	
Construction Date: Planned In-Service Date: Regulatory Info: Regulatory Date: Permitting Info: Permitting Date:	2012 2012 Approved - Colorado PUC
Contact Information: Email Phone Website Information	Eric Egge eric.egge@blackhillscorp.com 605-721-2646 <u>http://www.westconnect.com/documents_results.php?categ</u> <u>oryid=177</u>

Bacultie Mesa-Overton 115 kV Rebuild



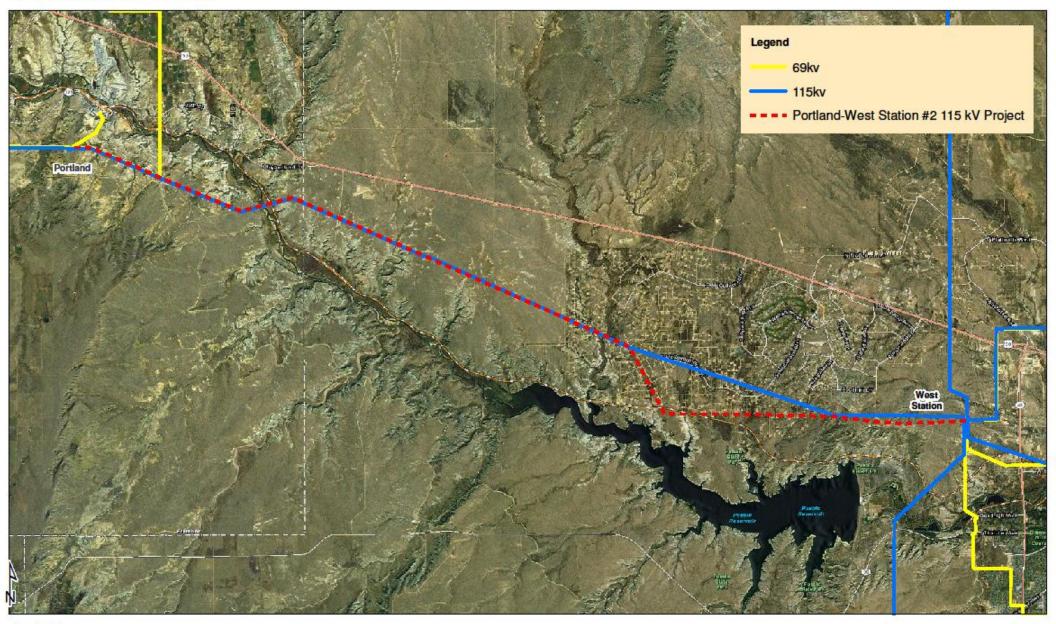


0 0.5 1 Miles

Portland-West Station #2 115 kV Line & Substation Expansion/Upgrades

-	Sponsor: mal Project Participants:	Black Hills Energy
	Description:	Add second Portland-West Station 115 kV line utilizing existing 69 kV ROW (2009 SB07-100 Report_Filed.pdf).
	Voltage Class: Facility Rating: Point of Origin/Location: Point of Termination: Intermediate Points: Length of Line (in Miles): Type of Project: Development Status: Routing: Subregional Planning Group:	115 kV 222 MVA Portland 115 kV West Station 115 kV 20 Transmission Line Planned CCPG
Purpos	e of Project:	Improved reliability in the Cañon City area.
Estima		
	ted Cost (in 2011 Dollars):	\$12,500,000
Schedu		\$12,500,000
		\$12,500,000 2012 2012 Approved - Colorado PUC

Portland-West Station #2 115 kV Project





0 2.5 5 Miles

Substation Projects Summary

In addition to the Rattlesnake Butte substation listed under "SB 07-100 Projects," BHE identified the need to construct three new 115 kV substations and expand a fourth substation in the current 10-Year Transmission Plan. The Nyberg and Baculite Mesa 115 kV substations were needed to accommodate a new generation plant at Baculite Mesa. The Overton 115 kV substation was identified as beneficial for load serving capability and increased voltage support under stressed system conditions. Expansion of the existing West Station 115 kV substation was required to accommodate a new double circuit 115 kV line from Baculite Mesa as part of the generation interconnection. These system additions also contribute to increased transmission system reliability in the Pueblo area.

A 20 MVAr capacitor at the Cañon City 115 kV substation was included in the Transmission Plan to provide voltage support to the area following the planned retirement of the Cañon City generation in response to the Clean Air Clean Jobs Act signed into law in 2010.

A-20

Cañon City 115 kV Capacitor Bank Project

Project Sponsor: Additional Project Participants:	Black Hills Energy
Project Description:	A 20 MVAr switched shunt capacitor at the Cañon City 115 kV substation.
Voltage Class: Facility Rating:	115 kV
Point of Origin/Location: Point of Termination: Intermediate Points: Length of Line (in Miles):	Cañon City 115 kV (near Cañon City, CO)
Type of Project:	Substation
Development Status: Routing:	Planned
Subregional Planning Group:	CCPG
Purpose of Project:	Improved voltage support and reliability in the Cañon City area.
Estimated Cost (in 2011 Dollars):	\$500,000
Schedule:	
Construction Date:	2012
Planned In-Service Date: Regulatory Info:	2012 Approved - Colorado PUC
Regulatory Date:	
Permitting Info: Permitting Date:	
Contact Information:	Eric Egge
Email Phone	eric.egge@blackhillscorp.com 605-721-2646
Website Information	Pending

Overton 115 kV Substation

Project Sponsor:	Black Hills Energy
Additional Project Participants: Project Description:	New 115 kV substation at Belmont Tap on the West Station - Overton 69 kV line (NERC Category C Study_WPC.pdf).
Voltage Class: Facility Rating:	115 kV
Point of Origin/Location: Point of Termination: Intermediate Points:	Overton 115 kV (near Pueblo, CO)
Length of Line (in Miles):	0
Type of Project: Development Status:	Substation Planned
Routing:	
Subregional Planning Group:	CCPG
Purpose of Project:	Additional voltage support and load growth capacity.
Estimated Cost (in 2011 Dollars):	\$5,500,000
Estimated Cost (in 2011 Dollars): Schedule:	\$5,500,000
Schedule: Construction Date:	2013
Schedule: Construction Date: Planned In-Service Date:	2013 2013
Schedule: Construction Date:	2013
Schedule: Construction Date: Planned In-Service Date: Regulatory Info: Regulatory Date: Permitting Info:	2013 2013
Schedule: Construction Date: Planned In-Service Date: Regulatory Info: Regulatory Date:	2013 2013
Schedule: Construction Date: Planned In-Service Date: Regulatory Info: Regulatory Date: Permitting Info: Permitting Date: Contact Information:	2013 2013 Approved - Colorado PUC Eric Egge
Schedule: Construction Date: Planned In-Service Date: Regulatory Info: Regulatory Date: Permitting Info: Permitting Date: Contact Information: Email	2013 2013 Approved - Colorado PUC Eric Egge eric.egge@blackhillscorp.com
Schedule: Construction Date: Planned In-Service Date: Regulatory Info: Regulatory Date: Permitting Info: Permitting Date: Contact Information:	2013 2013 Approved - Colorado PUC Eric Egge

BHE Overton 115 kV Substation





0 0.25 0.5 Miles

Distribution Projects Summary

Projects designed to increase reliability or load serving capability at the sub-transmission level but include facilities connected to the 115 kV and above system were classified as "Distribution Projects" in the BHE 10-Year Transmission Plan. A single project falling under this category was included in this Plan. The replacement of both of the existing 42 MVA 115/69 kV transformers at Reader with larger 80 MVA units is planned to add additional transformation capability in the Pueblo area.

Reader 115/69 kV Transformer Replacement

Project Sponsor: Additional Project Participants: Project Description:		Black Hills Energy
		Replace existing 2 x 41 MVA Reader transformers with 80 MVA units (NERC Category C Study_WPC.pdf).
	Voltage Class: Facility Rating: Point of Origin/Location: Point of Termination: Intermediate Points: Length of Line (in Miles): Type of Project: Development Status: Routing: Subregional Planning	115 kV Reader 115 kV (near Pueblo, CO) 0 Distribution Planned CCPG
	Group:	
Purpose of Project:		Improve reliability and add additional transformation capacity.
Estimated Cost (in 2011 Dollars):		\$6,500,000
Schedule:		
	Construction Date: Planned In-Service Date: Regulatory Info: Regulatory Date: Permitting Info: Permitting Date:	2012 2013 Approved - Colorado PUC
Contact Information: Email Phone Website Information		Eric Egge eric.egge@blackhillscorp.com 605-721-2646 <u>http://www.westconnect.com/documents_results.php?categ</u> oryid=177