

## The Southeast Alaska Power Agency Alaska Power Association, Annual Meeting

Ketchikan - August 27, 2015

PAST PRESENT FUTURE

**Trey Acteson, CEO** 



SEAPA's Mission: To provide the lowest wholesale power rate consistent with sound utility planning and business practices. We exist for the long-term benefit of our member utilities and the rate payers, providing unified regional leadership for project development and prudent management of our interconnected power system.



# **SEAPA - Overview**

#### Joint Action Agency (JAA) - Regional Wholesale Power Provider

- SEAPA is a not-for-profit, evolved from the FDPPA
- Governed by municipal appointed directors (WRG, PBG, KTN)

#### **SEAPA Owned Facilities**

- 2 Hydro Projects (Swan & Tyee built in early 80's)
- 175 miles transmission, 14 miles submarine cable, substations, switchyards

#### JAA Bundled Regional Services - Postage Stamp Rate

Power Scheduling, Water Resource Mgmt., Planning & Engineering, O&M, Risk Mgmt., Project Mgmt., Policy Advocacy, etc.







# A Glimpse of the Past...



## **Tyee Lake**



## **Tunnel** Construction 1983

## Tyee is a Lake Tap 8,300' unlined power tunnel 1,350' long steel penstock 2 Pelton Turbines





### Swan Lake



#### Swan Lake Dam Construction 1983



### Swan Lake



#### Swan Lake Dam Construction 1983



## Swan Lake



## Commercial Operation, June 1984





# Swan – Tyee Intertie (STI)



Swan and Tyee Plants Interconnected in 2009



## **STI Video**



# Present



# Significant Reinvestment

- Projects are 30 years old and now interconnected
- New SCADA system
- Communications upgrades
- Exciter and Switchgear upgrades
- 105 helipads on the STI
- New reactor in Wrangell
- Maximizing existing infrastructure





## **Swan Lake Reservoir Expansion**

#### Cost Estimate \$10M

#### License Amendment Approved!







Dam 174' high x 430' wide Spillway 15' high x 100' wide 15



# **Project Benefits**

- More energy
  - Up to 12,000 MWhrs (7,500 avg.)
  - Displaces up to 800,000 gal/diesel
    = 7,904,000 lbs/C0<sub>2</sub>
- 25% more active storage
- Safely increases reservoir height for greater efficiency
- Supports integration of nondispatchable renewables (wind, run-of-river hydro)
- No rate increase required



Swan Lake preliminary LIDAR returns, Overview of 310'-350'



Seismic Modeling



# **Planning for the Future**





# **Informed Decision Making**

# **Key Initiatives**

- Load forecasting
- Geothermal investigation
- Wind resource investigation
- Hydrosite investigation



#### Bell Island Geothermal





Alaska Department of Commerce, Community, and Economic Development

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Regional Hydrosite Investigation





# **Library Development**



Objective: Build an electronic library for federal and state agencies, utility power planners, and independent power developers

- 5 year process 2012-2017
- >\$1.7 M effort
- Library available to public once data and analysis complete





# Area of Investigation

- 20 mile corridor along existing transmission path
- Includes proposed transmission extensions
  - Kake to the north
  - Annette Island to the south



# **Building for the next Generation**

- Currently 100% hydro (- maintenance diesel)
- Operate within a large band of weather volatility
- Immediate offset of fossil fuels is not guaranteed
- Project funding must be back loaded to match growth
- Delay too long and risk significant diesel exposure and miss economic growth opportunities
- New development will likely require a combination of funding sources





# Vision Resolve Can-do Attitude





# Abundant Affordable Energy "The Cornerstone of Economic Development"

#### Thank you

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