

Exploring the Role of Transfer Capability

Findings from NERC's Canadian Analysis

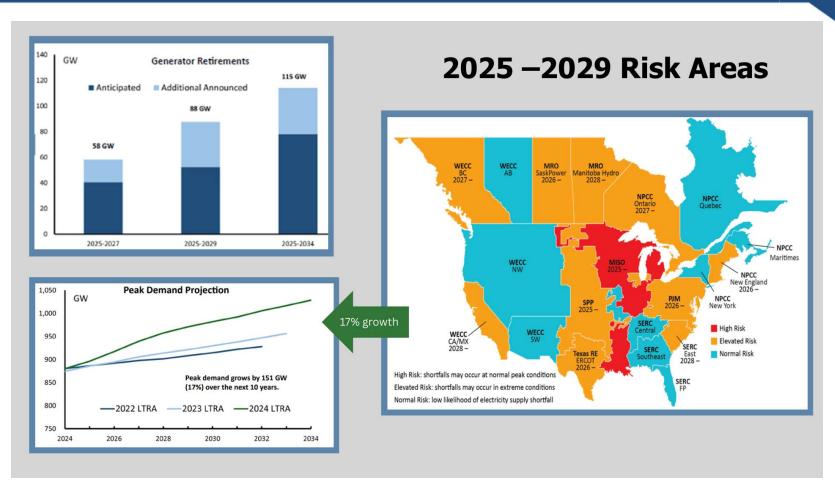
Kevin Sherd, Lead Engineer Transmission Assessments (NERC) Atlantic Canadian Conference on Energy System Modeling

June 18, 2025

RELIABILITY | RESILIENCE | SECURITY



Across North America: Tighter Resource Margins Means More Reliance on Neighbors





Long-Term Challenges Emerge

How are we going to address...

Changing Resource Mix

Resource Retirements

Extreme Weather

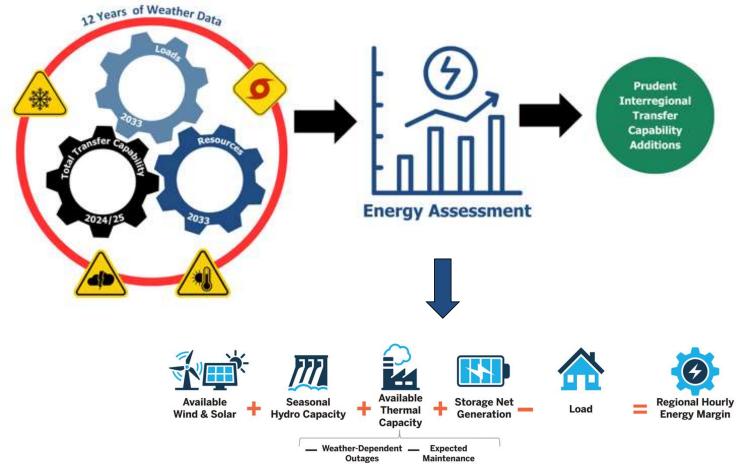
Demand Growth

without more of this....





Energy Margin Assessment







The North American system is vulnerable to extreme weather

A one-size fits all transfer capability requirement may be ineffective

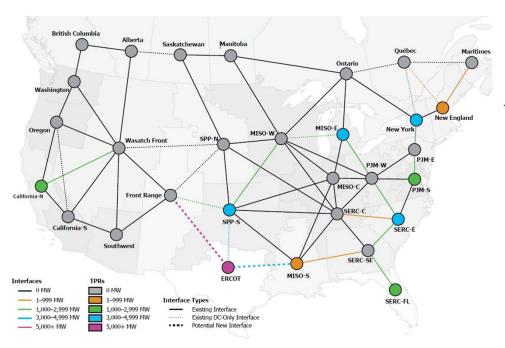
Increased interregional transmission could mitigate energy deficiencies

Resource assumptions are critical

Transmission upgrades alone will not address all risks



Prudent Addition Recommendations - US



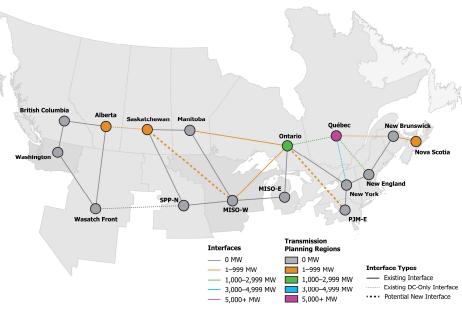
Energy deficiencies were identified in all 12 weather years studied. Additional 35 gigawatts of transfer capability across the United States was identified as being beneficial for reliability.

| Transmission Planning Region | Weather Years (WY) / Events | Resource Deficiency Hours | Maximum Deficiency (MW) | Additional Transfer Capability (MW) | Interface Addition (MW) |
|------------------------------------|---|---------------------------------|-------------------------------|--|---|
| ERCOT | Winter Storm Uri (WY2021) and nine other events | 135 | 18,926 | 14,100 | Front Range (5,700 MISO-S (4,300) SPP-S (4,100) |
| MISO-E | WY2020 Heat Wave and two other events | 58 | 5,715 | 3,000 | MISO-W (2,000) PJM-W (1,000) |
| New York | WY2023 Heat Wave and seven other events | 52 | 3,729 | 3,700 | PJM-E (1,800) Québec (1,900) |
| SPP-S | Winter Storm Uri (WY2021) | 34 | 4,137 | 3,700 | Front Range (1,200 ERCOT (800) MISO-W (1,700) |
| PJM-S | Winter Storm Elliott (WY2022) | 20 | 4,147 | 2,800 | PJM-E (2,800) |
| California North | WY2022 Heat Wave | 17 | 3,211 | 1,100 | Wasatch Front (1,100) |
| SERC-E | Winter Storm Elliott (WY2022) | 9 | 5,849 | 4,100 | SERC-C (300) SERC-SE (2,200) PJM-W (1,600) |
| SERC-Florida | Summer WY2009 and Winter WY2010 | 6 | 1,152 | 1,200 | SERC-SE (1,200) |
| New England | WY2012 Heat Wave and two other events | 5 | 984 | 700 | Québec (400) Maritimes (300) |
| MISO-S | WY2009 and WY2011 summer events | 4 | 629 | 600 | ERCOT (300) SERC-SE (300) |
| TOTAL | | | | 35,000 | |

RELIABILITY | RESILIENCE | SECURITY



Prudent Addition Recommendations - Canada



An additional 12-14 GW of transfer capability may enhance energy adequacy during extreme weather.

| 34 | Transmission Planning Region | Weather Years (WY) / Events | Resource Deficiency Hours | Maximum Deficiency (MW) | Additional Transfer Capability (MW) | Interface Additions (MW) |
|----|---------------------------------|---|---------------------------------|-------------------------------|--|---|
| | Nova Scotia | All 12 weather years studied | 641 | 582 | 500 | New Brunswick (500) |
| | Québec | Cold weather in WY2023 and eight other years | 379 | 10,374 | 10,300 | New York (4,200) Ontario (2,600) New England (2,600) New Brunswick (900) |
| | Saskatchewan | Heat wave in three weather years and cold weather in WY2013 | 57 | 543 | 500 | MISO-W (500) |
| | Alberta | Cold weather in WY2022 and two other years | 33 | 764 | 600 | Saskatchewan (600) |
| | Ontario | Heat wave in WY2011 and four other years | 23 | 3,083 | 1,600 | PJM-E (900) MISO-W (400) Manitoba (300) |
| | TOTAL | | | | 13,500 | |



Questions and Answers

The full Canadian Analysis report can be found here