Alaska State Energy Security Plan

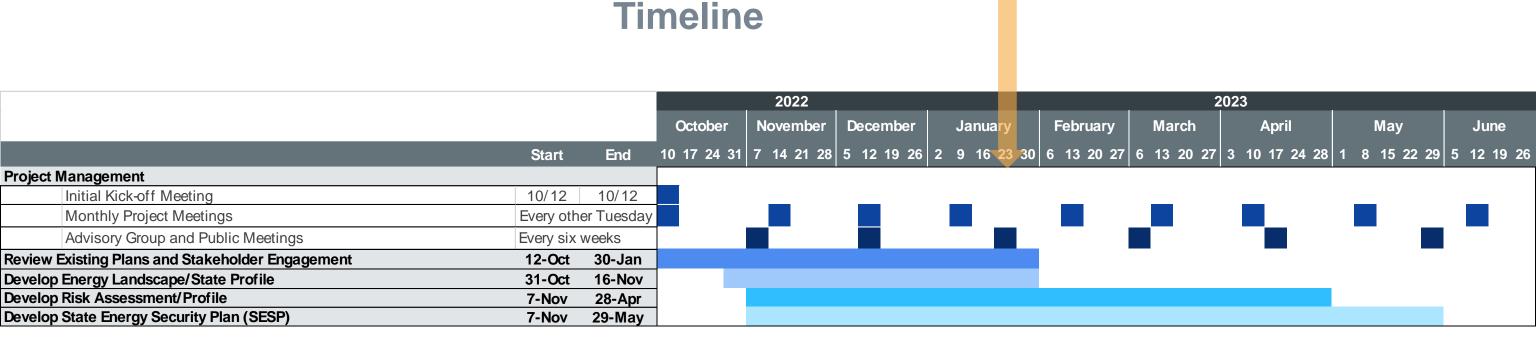
Third Advisory Group Meeting

January 24, 2023





State Energy Security Plan Progress



We are here



State Energy Security Plan Progress

- Energy Landscape and Risk Profiles
- Summary of Electricity, Liquid Fuel, and Natural Gas Energy Systems in the State
- Threats to Energy Infrastructure
 - Risk Assessment
- Energy Security and Emergency Response Authorities
- Key State Authorities and Statutes
- Energy Security Planning and Preparedness
- State Energy Office Roles and Responsibilities
- Other State Agency Roles and Responsibilities
- Other Stakeholder Roles
- Regional Coordination
- Energy Emergency Response
 - Operational Playbook of state response actions during:
 - Power outages/electricity events
 - Liquid fuel events
 - Natural gas events
- Energy Resiliency and Hazard Mitigation



Section in draft final status



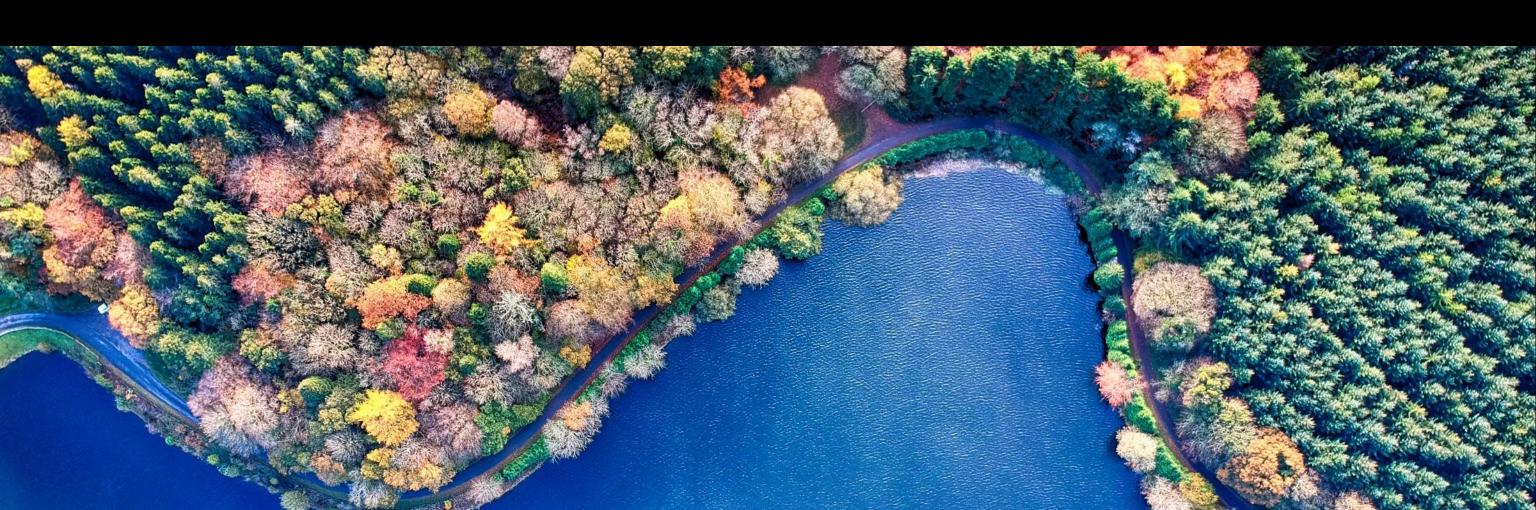
Work on section underway





Introduction to the Emergency Response Playbook and Stakeholder Matrices





DOE Energy Response Playbook for States and Territories

- Concept and background materials developed by the U.S. Department of Energy Office of Cybersecurity, Energy Security, and Emergency Response in collaboration with the National Association of State Energy Officials
 - Playbook guidance is available on <u>DOE's website</u>
- Designed to be edited and included in SESPs
- Details concrete actions stakeholders take during events of differing severity



Goal Outcomes for Response Playbook

- Documenting who does what in an emergency, for use in training new staff, etc.
- Identifying operational gaps in response activities
- Identifying additional monitoring tools and resources needed to support work
- Creating resource to be taken "off the shelf" during events to guide response
- Ultimately: Directing money toward resilience activities
 - Based on most vulnerable infrastructure, events of highest concern, and locations in greatest need of support



Playbook Components

- Information-Gathering/Situational Awareness: a list of informational resources for monitoring energy supply, inventories, and markets, as well as weather-related threats
- Consequence Assessment: guidance for categorizing and assessing the consequence of an event to inform a proportional response
- Response Actions: response measures by the event type, actor, event consequence, and the time phase of the emergency event

Focusing here today



12 Matrices

• Individual matrices for:

- 1. ESF-12 (State Energy Office, etc.)
- 2. Emergency Management
- 3. Other State Government: Governor's Office, Other Agencies
- 4. Utilities/Industry

- 1. Electricity events
- 2. Natural gas events
- 3. Liquid fuels events

3 energy sectors

X

4 major stakeholder categories

12 separate matrices



Response Tiers

- Default DOE Playbook incorporates three tiers of response for each energy event type:
 - Tier 3: Enhanced Watch
 - Tier 2: Significant Event
 - Tier 1: Major Event
- ICF is in the process of aligning these tiers with Alaska-specific events and established response procedures in the state.
- The following three slides show the three example tiers of response for electricity, fuels and natural gas.



Electricity Events

Tier	Consequences Indicators	Examples
Tier 3: Enhanced Watch	 Service Disruption: Localized power outages with short (less than 48 hours) restoration timelines Restoration work largely involves repairing fallen or damaged distribution lines and poles. Lifeline sectors largely maintained with backup generators. 	Common thunderstorms Common winter and ice storms Public Safety Power Shutoffs (PSPS) to prevent wildfires
	 Electricity Shortage: Imbalance between supply and demand and elevated prices in some load areas. Grid operators issue lower-level communications (e.g., operating condition notices, conservation alerts, control room advisories) 	 Heat waves or cold snaps that drive high electricity demands
Tier 2: Significant Event	 Service Disruption: Widespread power outages with longer (more than 48 hours) restoration timelines. Restoration work involves repairing damaged utility wires and structures across T&D systems. Lifeline sectors experience temporary or intermittent disruptions as backup generator fuel is exhausted and awaits replenishment. Vulnerable groups that rely on electricity moved to shelters or provided backup generators as needed. 	 Hurricane Dorian (2019) Puerto Rico Magnitude 6.4 earthquake (2020) Dixie Fire in California (2021)
	Electricity Shortage: Grid operators issue emergency alerts for critical conservation and to maximize generation and transmission resource availability. Sharp price spikes across balancing areas.	 California drought and hydroelectric shortfall (2021)
Tier 1: Major Event	 Service Disruption: Widespread power outages with extended or indefinite restoration timelines (a week or longer). Extensive damage to T&D systems, including damage to substations and other system components that require longer repairs. Lifeline sectors, including Emergency Response, experience severe impacts from difficulty refueling vehicles and backup generators due to impact of power outages on liquid fuels supply chains. Electricity Shortage: Grid operators initiate rolling blackouts to 	Hurricane Sandy (2012) Hurricane Maria (2017) Hurricane Laura (2020) Hurricane Ida (2021) Texas extreme cold
	preserve grid stability. Typically associated with large-scale loss of generation resources due to power plant operational outages or power plant fuel shortages.	weather event (2021)

Liquid Fuel Events

Tier Consequence Indicators		Consequence Indicators	Examples	
E	ier 3: inhanced Vatch	 Sporadic fuel outages and delivery delays impacting end users (e.g., gas stations, heating customers) as supply and distribution infrastructure struggles to keep up with sudden spike in demands. Localized supply shortages at bulk terminals. Distributors begin loading trucks at terminals further away to meet customer needs. Local or regional fuel inventories fall near or below the bottom of previous five-year range. Elevated price spreads versus U.S. benchmarks may indicate local or regional issues. 	Localized shortages for heating oil and propane in the Midwest and Northeast during the winter months	
S	ier 2: significant event	 Widespread run-outs and/or delivery delays for end users over a period of several days to weeks. Widespread supply shortages at bulk terminals as suppliers cannot meet all demands. Typically associated with extended outage of one or more critical supply assets. Sharp declines in local or regional fuel inventories to well below previous five-year lows. Sharp price spreads versus U.S. or international benchmarks may indicate significant regional issues. 	 Midwest propane shortage (2014) Hurricane Irma evacuation (2017) Colonial Pipeline cyberattack (2021) 	
M	ier 1: Iajor vent	 Fuel unavailable or inaccessible to most end users as widespread power outage or other common event renders retail outlets and critical supply infrastructure inoperable. Lifeline sectors, including Emergency Response, have difficulty finding supply, impacting provision of essential services. Vulnerable groups that rely on propane/heating oil moved to shelters. 	Hurricane Sandy (2012) Hurricane Maria (2017)	

Natural Gas Events

	Tier	Consequence Indicators	Examples
	Tier 3: Enhanced Watch	 Major transmission pipeline issues Operational Flow Orders (OFOs) to avoid system strain. Usually driven by high-demand cold periods or infrastructure outages or constraints. High local or regional prices versus U.S. benchmarks may indicate issues. High prices in affected markets lead to voluntary fuel switching for power sector and industrial customers with the ability to switch. 	Periods of winter peak demand in pipeline- constrained New England
	Tier 2: Significant Event	 A major transmission pipeline has an extended unplanned outage during a peak demand period. Some gas is rerouted into the region on alternate pipelines, but due to capacity constraints, supply is interrupted to power plants and other customers with non-firm contracts. Local distribution companies (LDCs) urge customers to conserve gas use. Gas supply disruptions to power generators reduce available generation resources, forcing grid operators to issue emergency advisories or alerts. Sharp spikes in local or regional prices versus U.S. benchmarks may indicate significant regional issues. 	Bomb cyclone impacting New England (2018)
ia	Tier 1: Major Event	 Severe outage/damage or supply shortage forces transmission pipelines and LDCs to interrupt supply to firm customers. Loss of pressure in the gas distribution system causing gas to be shut off to firm customers (residential and commercial) Restoring service is time-consuming, as the LDC must relight each customer's pilot light. Vulnerable groups that rely on gas heating moved to shelters. Loss of gas-fired generation leads to severe regional electricity shortages. Grid operators initiate rolling blackouts to preserve grid stability. 	Texas extreme cold weather event (2021)



Event Timing

- The Playbook defines two time periods:
 - Pre-event: An event is predicted within days or hours (winter storm, typhoon), and stakeholders may be able to mobilize and prepare for response.
 - Response/Restoration: The time period from when the first event impacts occur through restoration.
- Some no-notice events will not have a pre-event component.





EMERGENCY MANAGEMENT

Pre-Event

Liquid Fuels Shortages

Response

Situational Awareness and Information-Sharing: Monitor ESF-12 . Situational Awareness and Information-Sharing: Provide ESF-12 situation reports fuel situation reports to local and tribal emergency managers Tler 3: . Situational Awareness and Information-Sharing: Survey potential fuel concerns of Enhanced local and tribal emergency managers and communicate to ESF-12. Set up coordination call between local and tribal emergency managers and ESF-12 to Watch address fuel concerns as needed Situational Awareness and Information-Sharing: Establish Situational Awareness and Information-Sharing: Activate emergency operations center to facilitate statewide coordination and response to significant event contact with local, tribal, state, and federal governments Resource Management: Survey potential fuel needs with local Situational Awareness and Information-Sharing: Communicate with local and tribal emergency managers emergency managers to confirm extent of impacts, including impacts to vulnerable communities Tier 2: . Public Messaging: Activate Joint Information Center for public messaging Significant • Resource Management/Impact Mitigation: Assist with distribution of resources to **Event** mitigate liquid fuels shortages, such as warming or cooling centers and fresh water, especially to vulnerable communities Resource Management: Assist local and tribal emergency managers to submit fuel requests as needed Situational Awareness and Information-Sharing: Activate • Resource Management/Impact Mitigation: Support federal agencies and ESF 12 emergency operations center to facilitate statewide coordination to administer fuel allocation, establish temporary fueling locations for emergency Tier 1: responders, and other state programs to mitigate fuel shortage as needed and response to major event Major

EXAMPLE Matrix



Event

- Resource Management: Monitor status of local and tribal fuel requests submitted to ESF 12



EXAMPLE Matrix Po

Power Outages/Electricity Shortages

UTILITIES AND GRID OPERATORS

Pre-Event

Response

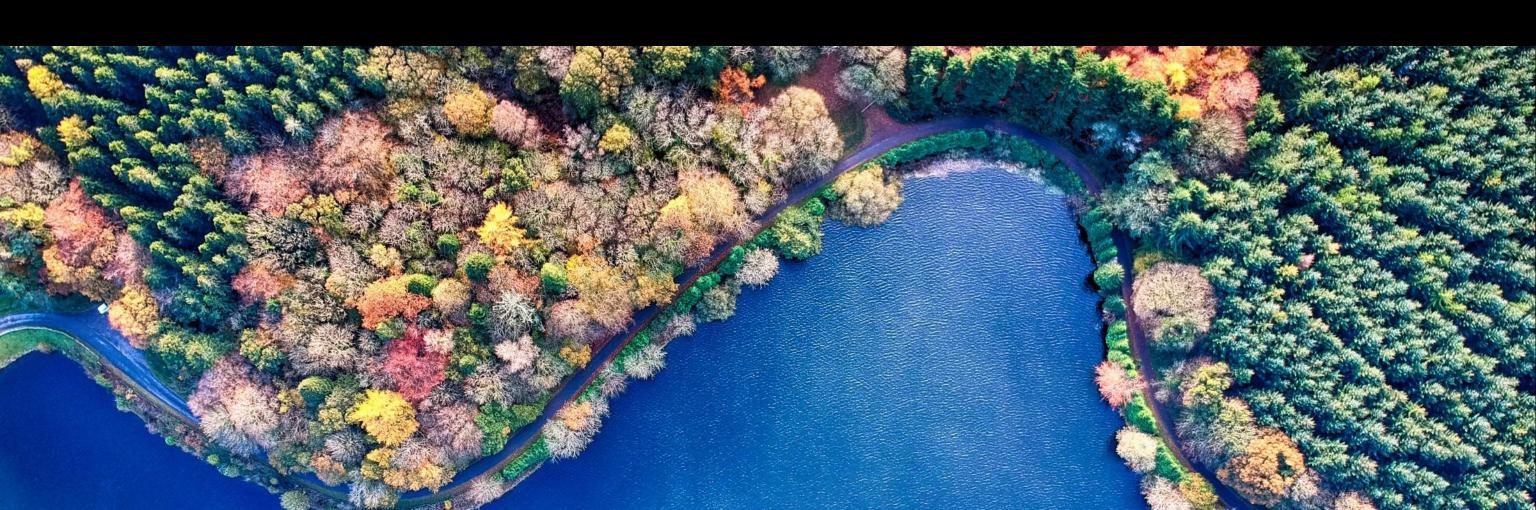
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Tier 3: Enhanced Watch	Public Messaging: Begin public messaging about the anticipated event and the possibility of outages Resource Management: Conduct inventory of resources available for response	 Situational Awareness and Information-Sharing: Assess damage to distribution system and restore outages as conditions permit Public Messaging: Update utility outage map or other public information-sharing tools Public Messaging: Develop, publish, and update estimated times of restoration Restoration: Restore customers according to set prioritization method
Tler 2: Significant Event	Resource Management: Stage equipment and crew near predicted impact areas Resource Management: Begin coordination with other utilities and electric industry groups about anticipated mutual aid	 Resource Management: Crews may shelter in place during event if conditions (e.g., high winds) do not permit damage assessment and restoration Situational Awareness and Information-Sharing: Establish contact with local and state emergency managers, state ESF-12, or federal ESF-12, as needed Resource Management: Activate mutual aid agreements, as needed Resource Management: Individual utilities or industry groups coordinate with state partners on restoration challenges and requests for state resources Public Messaging: During an electricity shortage, utilities may request voluntary electricity conservation from customers via public messaging Situational Awareness and Information-Sharing: Report event to relevant federal authorities, if required (OE-417s, cyber event)
Tier 1: Major Event	Resource Management: Crews may be evacuated for their safety in advance of an anticipated disaster, and/or staging areas may be relocated away from anticipated disaster area	 Situational Awareness and Information-Sharing: Assess transmission system damage Resource Management: Industry groups coordinate with federal ESF-12 on regional or large-scale issues, including challenges to restoration (debris, flooding), specialized restoration equipment, or generators for substations Impact Mitigation: Implement rolling blackouts to stabilize grid Impact Mitigation: For cyber events, investigate the scope of the intrusion and its impact on infrastructure; take action to identify the source of the breach and prevent the situation from escalating Regulatory Relief: Request and coordinate 202(c) waiver or EPA emissions waivers from the federal government





Progress on Alaska's Response Matrices





Alaska-Specific Edits to Matrix Structure

- ICF is updating the matrices to align with Alaska's unique energy delivery systems and specific stakeholders
- Stakeholders for inclusion:
 - Alaska Energy Authority
 - Dept. of Military and Veterans Affairs (DMVA), Division of Homeland Security
 & Emergency Management
 - Governor's Office
 - Public Utilities, Natural Gas Companies, Refiners, and Pipeline Companies, etc.
- Location sub-sections added in to address event location (Railbelt vs. a rural community)



Case Study #1: Sept. 2022 Typhoon Merbok

- Typhoon Merbok lashed over 1,000 miles of Alaskan coastline in September 2022 and affected dozens of rural communities.
- Affected communities experienced high winds and significant flooding. Impacts to various communities included:
 - Fuel tanks washed away
 - Fuel spill
 - Erosion and flooding on roads leading to energy infrastructure
 - Damage to the power grid
 - Generator issues

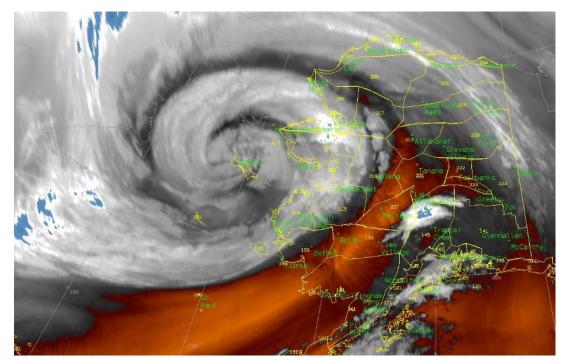


Image via Washington Post

Playbook Tier Severity: Tier 1 for affected communities



Case Study #2: Dec. 2018 Anchorage Earthquake

- A magnitude 7.0 earthquake struck north of Anchorage, Alaska, on November 30, 2018, at 8:29 AM.
- The earthquake damaged the Intertie, causing Golden Valley Electric Association to lose 30 MW of generation.
- Energy considerations:
 - Substation and transmission tower damage
 - Backup generation capacity
 - Stored fuel quantity
 - Road conditions for additional fuel delivery
 - TAPS damage for future fuel production



Image via Washington Post

Playbook Tier Severity: Tier 2, with damage incurred but limited customer impacts



Content of Matrices

 Specific actions in the matrices are being drawn from stakeholder conversations, plus emailed input



Next Steps on Response Matrices

- ICF has completed an initial draft of the electricity matrix set
 - AEA is currently reviewing
- Natural gas and liquid fuel matrix sets: To be completed in February
 - Pending stakeholder input, including Governor's Office and additional utilities/industry
- After AEA review, will distribute completed matrices to relevant stakeholders for review and input





Questions on Response Playbook?



