

U.S. DEPARTMENT OF ENERGY Office of Electricity Delivery and Energy Reliability Infrastructure Security and Energy Restoration

ENERGY ASSURANCE DAILY

Monday Evening, March 10, 2008

Major Developments

Snow Storms, Rain and Winds Batter Eastern United States and Canada, Knocking Out Power to More than 800,000 Customers March 8-9—Power Restored to Most by March 10 Rain and wind in the South, and wintry conditions further north left more than 800,000 customers without power March 8-9. The storms stretched as far south as Florida, and as far north as Canada. Record snows in Ohio—which totaled about 20 inches—shut the Cleveland Hopkins International Airport on March 8. Only 44,158 remained without power, as of latest available reports.

Eastern U.S. and Canada Customer Power Outages March 8-10				
Electric Utility	State	Peak	Latest Reported	
PSE&G	NJ	185,000	1,600	
Atlantic City Electric	NJ	23,998	30	
PECO	PA	125,000	15,000	
PPL	PA	42,881	651	
Dominion	VA	136,663	151	
Rochester Gas & Electric	NY	3,300	3,300	
ConEd	NY	8,241	33	
Central Hudson Gas & Electric	NY	10,000	0	
New York State Gas & Electric	NY	15,000	9,400	
National Grid	NY	17,086	5,480	
Hydro-Quebec	QC	71,000		
Jersey Central Power & Light	NJ	44,000	3,000	
Baltimore Gas & Electric	MD	43,000	815	
Рерсо	MD	17,584	125	
Duke-Energy	NC	11,904	180	
Progress Energy	NC	22,054	204	
Jacksonville Electric Authority	FL	21,557	39	
Progress Energy	FL	11,751	138	
Central Vermont Public Service Corp	VT	20,000	6,983	
SCE&G	SC	15,270	56	
Delmarva	DE	14,885	2	
Рерсо	DC	11,481	16	
Duke-Energy	IN	10,008	23	
Connecticut Light & Power	CT	8,500	232	
TOTAL*		890,163	44,158	

*Total outages only represent electric utilities listed in this table.

Sources:

http://canadianpress.google.com/article/ALeqM5iDSGESPkykgqxFSbOIB7AurFia8w http://lfpress.ca/newsstand/News/National/2008/03/10/4958946-sun.html http://ap.google.com/article/ALeqM5jW-BndswWuhgPAPXOK4Q6TCQsANQD8V9PE800 http://www.inrich.com/cva/ric/news.apx.-content-articles-RTD-2008-03-08-0194.html http://ap.google.com/article/ALeqM5jW-BndswWuhgPAPXOK4Q6TCQsANQD8VA02800 http://www.theglobeandmail.com/servlet/story/LAC.20080310.STORMSUB10/TPStory/National http://www.newstimes.com/ci_8503216?source=most_emailed http://ukpress.google.com/article/ALeqM5h1A9TC6V6FA9R49B4_IKPmEELcng http://www.vpr.net/news_detail/79653/ http://www.inrich.com/cva/ric/news.apx.-content-articles-RTD-2008-03-10-0194.html http://www.citynews.ca/news/news 20422.aspx http://www.philly.com/inquirer/weekend/20080310_Crews_restoring_power_lost_in_storm.html http://www.philly.com/philly/news/20080310 Thousands wake up still without power.html http://www.democratandchronicle.com/apps/pbcs.dll/article?AID=/20080309/NEWS01/803090365/1002/NEWS http://www.publicbroadcasting.net/wxxi/news.newsmain?action=article&ARTICLE_ID=1241108§ionID=1 http://www.midhudsonnews.com/News/March08/10/storm PC-10Mar08.html http://www.star-gazette.com/apps/pbcs.dll/article?AID=/20080310/UPDATE/303100008 http://www.star-gazette.com/apps/pbcs.dll/article?AID=/20080310/NEWS01/803100328/1001 http://www.newsdav.com/news/local/wire/newiersev/ny-bc-ni--severeweather0308mar08.0.5599500.story http://www.thnt.com/apps/pbcs.dll/article?AID=/20080310/NEWS01/803100385/1001 http://www.app.com/apps/pbcs.dll/article?AID=/20080310/NEWS03/803100340/1007/News03 http://www.courant.com/news/local/hc-weather0310.artmar10,0,6237521.story http://www.dailyfreeman.com/site/news.cfm?newsid=19375558&BRD=1769&PAG=461&dept_id=74969&rfi=6 http://www.nj.com/news/gloucester/local/index.ssf?/base/news-9/120512401659100.xml&coll=8 http://www.ni.com/news/sunbeam/index.ssf?/base/news-3/120512401159660.xml&coll=9 http://canadianpress.google.com/article/ALeqM5iDSGESPkykgqxFSbOIB7AurFia8w http://lfpress.ca/newsstand/News/National/2008/03/10/4958946-sun.html http://www.wtopnews.com/?nid=25&sid=1360636 https://www1.nationalgridus.com/niagaramohawk/storm/OutagesByCounty.aspx http://www.coned.com/sm/outageinfo.asp http://www.dom.com/news/outage_sos.jsp http://www.bge.com/portal/site/bge/menuitem.42d31413f80c584606370f10d66166a0

Electricity

Exelon's 850 MW Dresden Nuke Unit 3 in Illinois Reduced to 78 Percent March 8

According to the Nuclear Regulatory Commission, the unit was operating at 98 percent on March 7. Information derived from NRC Power Reactor Status Reports: http://www.nrc.gov/reading-rm/doc-collections/event-status/reactor-status/2008

Unit Shuts at FirstEnergy's 2,460 MW Coal-fired Bruce Mansfield Power Plant—Traders

At least one unit idled over the weekend, according to traders. It is unclear why the unit shut, or when it might return to service.

Reuters, 10:24 March 10, 2008

PPL's 1,456 MW Brunner Island Coal-fired Power Plant at 50 Percent Power

Traders guessed the 749 MW Unit 3 stalled over the weekend. The company, however, did not comment on the incident.

Reuters, 11:12 March 10, 2008

AEP's 675 MW Pirkey Coal-fired Unit in Texas Shut March 7

Reuters, 19:27 March 7, 2008

Dominion Shuts 584 MW Coal-fired Unit at Kincaid Power Plant—Traders

The unit shut over the weekend, according to traders. It is unclear why the unit shut, or when it might return to service.

Reuters, 10:28 March 10, 2008

AEP's 528 MW Welsh 3 Coal-fired Unit in Texas Shut March 8

Reuters, 9:54 March 10, 2008

Update: Duke's 846 MW Oconee Nuke Unit 1 in South Carolina Reduced to 73 Percent March 8

According to the Nuclear Regulatory Commission, the unit was operating at 100 percent on March 7. Information derived from NRC Power Reactor Status Reports: http://www.nrc.gov/reading-rm/doc-collections/event-status/reactor-status/2008/

FirstEnergy's 1,235 MW Perry Nuke Unit 1 in Ohio at Full Power March 10

According to the Nuclear Regulatory Commission, the unit was operating at 91 percent on March 9. Information derived from NRC Power Reactor Status Reports: http://www.nrc.gov/reading-rm/doc-collections/event-status/reactor-status/2008/

PSEG's 1,096 MW Salem Nuke Unit 1 in Delaware at Full Power by March 10

According to the Nuclear Regulatory Commission, the unit was operating at 90 percent on March 9. Information derived from NRC Power Reactor Status Reports: http://www.nrc.gov/reading-rm/doc-collections/event-status/reactor-status/2008/

Entergy's 966 MW River Bend Nuke Unit 1 in Louisiana Ramps Up to 45 Percent by March 10

A turbine-control system fault shut the unit on March 5. According to the Nuclear Regulatory Commission, the unit was operating at 21 percent on March 9. Reuters, 9:57 March 6, 2008 Bloomberg, 11:35 March 6, 2008 Information also derived from NRC Power Reactor Status Reports: http://www.nrc.gov/reading-rm/doc-collections/event-status/reactor-status/2008/

Southern's 883 MW Hatch 2 Nuke Unit in Georgia Ramping Up by March 10

The unit shut on March 7 due to the loss of condensate feedwater, a news source said. It ramped up to 3 percent power by March 10, according to a Nuclear Regulatory Commission report. Reuters, 09:54 March 10, 2008 Reuters, 06:24 March 10, 2008 Information also derived from NRC Power Reactor Status Reports: http://www.nrc.gov/reading-rm/doc-collections/event-status/reactor-status/2008/

Update: Progress Energy's 811 MW Brunswick Nuke Unit 2 in North Carolina Ramps Up to 89 Percent March 8

According to the Nuclear Regulatory Commission, the unit was operating at 62 percent on March 7. The company reduced the unit on March 5 to repair a leak on a feedwater drain line. Reuters, 06:11 March 10, 2008 Information derived from NRC Power Reactor Status Reports: http://www.nrc.gov/reading-rm/doc-collections/event-status/reactor-status/2008/

Sempra's 620 MW Termoelectrica De Mexicali Gas-fired Unit 1 in Mexico Shut March 9

According to the California Independent System Operator, the unit experienced an unplanned outage on March 9. http://www.caiso.com/unitstatus/data/unitstatus200803091515.html

OPG's 494 MW Lambton 1 Coal-fired Unit in Ontario Shut March 10

The company shut the unit for work, a spokesman said. Traders suspected it would return to service within a month. Reuters, 09:54 March 10, 2008 Reuters, 07:45 March 10, 2008

Update: AEP to Restart 690 MW Oklaunion Coal-fired Unit in Texas March 10-14

AEP will restart the unit March 10-14, after repairs to the boiler. Reuters, 07:02 March 10, 2008

Duke's 754 MW Moss Landing Unit 6 Gas-fired Unit in California Ramps up March 7

According to the California Independent System Operator, the unit experienced an unplanned curtailment of 374 MW.

http://www.caiso.com/unitstatus/data/unitstatus200803071515.html

AES's 226 MW Huntington Beach Generating Station Gas-fired Unit 1 in California Returns to Service March 9

According to the California Independent System Operator, the unit experienced an unplanned curtailment of 161 MW.

http://www.caiso.com/unitstatus/data/unitstatus200803091515.html

AES's 226 MW Huntington Beach Generating Station Gas-fired Unit 2 in California **Returns to Service March 9**

According to the California Independent System Operator, the unit experienced an unplanned curtailment of 161 MW.

http://www.caiso.com/unitstatus/data/unitstatus200803091515.html

Central Maine Power Plans 200-mile, 345 kV Transmission Line in New Hampshire

The line would stretch from Orrington to Newington, New Hampshire, alongside another, existing 345-kV line. It would require federal, state and local approvals.

http://www.timesargus.com/apps/pbcs.dll/article?AID=/20080309/NEWS02/803090396/1003/NEWS02

Update: Bullard Energy Cancels Plans for 200 MW Gas-fired Power Plant in California

Bullard Energy Center LLC notified the California Energy Commission last week that it was withdrawing its proposal to build a power plant in Fresno, California because it was unable to obtain a zoning change from the city in a "timely manner." Bullard Energy may continue to pursue a future project at the site. http://www.redorbit.com/news/business/1286938/plans for power plant in fresno lose steam/

After Explosion and Fire, Xcel Closes 600 MW Allen S. King Coal-fired Power Plant in Minnesota March 10

The early-morning explosion did not occur at the main plant, but at an adjacent, coal-crushing facility. No one was harmed, but the company shut the entire plant to investigate the incident. It is not known how long the plant will remain shut, a spokeswoman said.

Bloomberg, 09:37 March 10, 2008 http://www.twincities.com/allheadlines/ci 8519789 http://www.reuters.com/article/rbssIndustryMaterialsUtilitiesNews/idUSN1045279520080310 http://www.startribune.com/local/16443436.html

Petroleum

Valero Restarts HDS Unit at 340,000 b/d Corpus Christi, Texas Refinery

The company expected no production impact as it restarted a hydrogen desulfurization unit (HDS) over the weekend. The restart resulted in flaring.

Reuters, 17:35 March 9, 2008

Rates Still Reduced After Malfunction at ConocoPhillips 247,000 b/d Belle Chasse, Louisiana Refinery—Company Unsure When it Will Resume Normal Output

A low sulfur gas unit malfunction slowed the refinery on February 28. The company continues to assess the situation, a spokesman said. Reuters, 08:26 march 10, 2008

OSHA Uncovers 146 Worker Safety Violations at 17 Refineries

The U.S. Occupational Health Safety Administration (OSHA) found 147 violations at 17 refineries in 12 states. OSHA launched the nationwide audit last year, targeting 81 U.S. refineries. Information provided to the Houston Chronicle by OSHA indicates that 11 proposed violations were identified at Total's Port Arthur, Texas refinery; 45 at Marathon's Canton, Ohio refinery; and 19 at Frontier's El Dorado, Kansas refinery, among others. In eight months, OSHA has proposed penalties totaling \$896,300. http://www.chron.com/disp/story.mpl/front/5605687.html

Officials Say Pennsylvania Needs to Upgrade Dated Natural Gas Pipeline System: Problems Include Lack of Oversight, Funds, & Keeping Old, Corroded Pipelines in Service

Steel natural gas pipelines are corroding and leaking in Western Pennsylvania, and experts say the dated system should be swapped for plastic pipelines. Current laws mandate that companies keep lines working safely, but fail to specify how, or how often, lines should be updated. Proposed legislation would boost customers' fees and provide funding for such upgrades. Some projects—including Columbia Gas of Pennsylvania's 20-year plan to modernize 2,400 miles of pipeline—are already in place. Last year, 14 natural gas or liquefied natural gas discharges caused deaths, injuries or other issues, according to reports from the state's Public Utilities Commission. http://www.pittsburghlive.com/x/pittsburghtrib/news/s_556017.html

Other News

White Energy Opens 100 Million Gallon/Year Ethanol Plant in Hereford, Texas Several Plants in Texas to Open This Year, Boost State's Ethanol Production

White Energy plans to open another 100 million gallon/year ethanol plant in Plainview, Texas in April, 2008, and Panda Ethanol expects to commence service at its own 100 million gallon/year Hereford, Texas plant some time in 2008. Later this month, Levelland/Hockley County Ethanol will begin production at a 40 million gallon/year facility in Levelland, Texas.

http://www.agweb.com/get_article.aspx?pageid=141691 http://www.chron.com/disp/story.mpl/headline/biz/5603030.html

Energy Prices

U.S. Oil and Gas Prices March 10, 2008				
	Today	Week Ago	Year Ago	
CRUDE OIL West Texas Intermediate U.S. \$/Barrel	107.62	103.43	60.24	
NATURAL GAS Henry Hub \$/Million Btu	9.82	9.10	7.05	

Source: Reuters

Energy Notes

Con Edison Breaks Seasonal Electricity Transmission Record—Moves 14,732,319 MWh of Power from December, 2007 through February, 2008

http://powermarketers.netcontentinc.net/newsreader.asp?ppa=8knpp%5E%5CjgmogjqXSki%216%3C%22bfen%5F v

Update: Citing Costs, DOE Officially Withdraws Support for FutureGen's Proposed 275 MW Coal-Gasification Power Plant in Illinois—to Fund Multiple Smaller Projects http://online.wsj.com/article/SB120175397548831345.html?mod=yahoo_hs&ru=yahoo

Compressor Failure Causes Flaring at Chevron's 260,000 b/d El Segundo, California Refinery March 8 Reuters, 17:28 March 9, 2008 ExxonMobil Performs 48-hour Work on Gasoline Unit Boiler at 563,000 b/d Baytown, **Texas Refinery Over Weekend**—**Expects no Impact to Production**

Reuters, 16:37 March 9, 2008

Update: Mexico Reopens Dos Bocas, Cavo Arcas and Pajaritos Oil Exporting Ports— Harsh Weather Shut Ports on March 7 Bloomberg, 14:04 March 9, 2008 Reuters, 12:25 March 9, 2008

Ivory Coast Expects to Boost Oil Production from 48,370 b/d in 2007 to 80,000 b/d in 2008—Hopes to Expand to 300,000 b/d by 2015 Reuters, 09:50 March 10, 2008

Petroecuador Exports Dip by 12.3 Percent, from 285,276 b/d in January to 250,057 b/d in February

Reuters, 10:16 March 10, 2008

ExxonMobil: Global LNG Demand to Surge 400 Percent by 2030, from 100 Million Tons/Year in 2000 to 500 Million Tons/Year in 2030 Reuters, 02:55 March 10, 2008

Oil Surges to New Record, Past \$107 on Weak Dollar Reuters, 11:15 March 10, 2008

Canada Gives Environmental Okay for Proposed Keltic Liquefied Natural Gas Facilities and Marginal Wharf Project in Nova Scotia http://www.canadianbusiness.com/markets/cnw/article.isp?content=20080307_100503_7_cnw_cnw

Update: Texas Gas Transmission Receives FERC Environmental Approval for Two Proposed Natural Gas Pipelines: the 800 MMcf/d-to-1.1 Bcf/d, 165-mile Favetteville Lateral in Arkansas, and 750 MMcf/d, 95-mile Greenville Lateral in Mississippi http://intelligencepress.com/

http://www.txgt.com/fayettegreenexpansion.htm Reuters, 16:07 March 7, 2008

Update: FERC Awards Environmental Approval in Steckman Ridge's Bid for 12 Bcf Natural Gas Storage Facility in Pennsylvania http://intelligencepress.com/

Units Shut, Flaring at Copano Processing's Houston Central Gas Plant in Texas March 7 http://www2.tceq.state.tx.us/eer/main/index.cfm?fuseaction=getDetails&target=104703

Links

This Week in Petroleum from the Energy Information Administration (EIA) http://tonto.eia.doe.gov/oog/info/twip/twip.asp Updated every Wednesday.

Weekly Petroleum Status Report from EIA http://www.eia.doe.gov/oil_gas/petroleum/data_publications/weekly_petroleum_status_report/wpsr.html Updated after 10:30 AM & 1:00 PM EST every Wednesday.

Updated after 2:00 PM EST every Thursday.

ENERGY ASSURANCE DAILY

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