



ENERGY ASSURANCE DAILY

Thursday, October 19, 2006

Major Developments

Update: More than 56,000 National Grid Customers Still Without Power in New York October 19

As of 4:50 pm, October 19, National Grid reported over 56,000 customers are still without power in New York, with about 51,000 of those in Erie County. National Grid estimates that power will be restored to all customers by 11pm on October 21.

<https://www1.nationalgridus.com/niagaramohawk/storm/OutagesByCounty.aspx>

Update: About 6,800 NYSEG Customers Still Without Power in Erie County New York, October 19

As of 6:00 am, October 19, New York State Electric and Gas Company reported 6,800 customers in Erie County, New York are still without power, down from the high of 132,000.

[http://www.nyseg.com/nysegweb/webcontent.nsf/Lookup/wnystormatt/\\$file/lancstorm10191r.pdf](http://www.nyseg.com/nysegweb/webcontent.nsf/Lookup/wnystormatt/$file/lancstorm10191r.pdf)

Update: Tesoro's 94,000 bpd Kapolei Refinery in Hawaii Resumes Production of Gasoline, Diesel and Jet Fuel

Tesoro announced that its refinery on Oahu, Hawaii has resumed production of gasoline, diesel and jet fuel. The company hopes to have the refinery back at full production over the weekend.

<http://biz.yahoo.com/bw/061019/20061019005821.html?v=1>

Electricity

OPG's 215 MW Atikokan Coal-fired Unit in Ontario Shut October 19

Reuters reports that the plant is expected to be out of operation for one week.

Reuters, 08:07 October 19, 2006

DPL's 600 MW Killen Coal-fired Unit 2 in Ohio Shut October 19, 2006

Reuters, 08:07 October 19, 2006

LIPA to Spend \$ 500 million to Upgrade Infrastructure in New York

<http://abclocal.go.com/wabc/story?section=local&id=4670694>

Update: FPL Dedicates 735 MW Wind Farm in Texas – World's Largest

FPL Energy held a dedication ceremony today for the 735 MW Horse Hollow Wind Energy Center in Nolan County, Texas. The facility consists of 291 GE 1.5 megawatt wind turbines and 130 Siemens 2.3 megawatt wind turbines. The first phase of the project consisting of 213 megawatts was completed in late 2005; phase two consisting of 223.5 megawatts was completed in the second quarter of 2006; and, phase three consisting of 299 megawatts was completed in September.

Reuters, 12:00 October 19, 2006

Petroleum

Citgo's 425,000 bpd Refinery in Lake Charles, Louisiana Shut Due to Power Outage October 18

Traders said that a power outage took down the entire refinery and there is no estimate as to when restart will occur. Reuters, 13:56 October 19, 2006

Kinder Morgan to Expand Cal-Nev Fuel Pipeline

Kinder Morgan Energy Partners said today that it plans to spend about \$338 million to expand a pipeline running from California refineries to Las Vegas. The 550-mile pipeline currently moves gasoline, diesel and jet fuel through 14-inch and 8-inch pipelines. This expansion would add a new 16-inch pipeline from Colton, California to Las Vegas, Nevada. The expansion would also boost capacity of the line to 200,000 bpd. With additional pump stations this level could reach as high as 300,000 bpd. Startup of the new line will be in 2009 or 2010.

http://biz.yahoo.com/ap/061019/kinder_morgan_investment.html?v=1

<http://biz.yahoo.com/prnews/061019/clth514.html?v=55>

Saudi Arabia Says OPEC to Cut 1 Million Barrels a Day

Saudi Arabian Oil Minister Ali al-Naimi said OPEC will cut 1 million barrels a day from production. OPEC cuts will begin November 1.

Bloomberg News, 13:36 October 19, 2006

Natural Gas

CEO of ConocoPhillips Says Alaska Gas Pipeline Deal Could Take Two More Years

ConocoPhillips, ExxonMobil and BP have negotiated with Gov. Frank Murkowski's administration for the last two years on fiscal terms for tapping the North Slope's 35 trillion cubic feet of proven gas reserves. Although a deal was announced in May, it was subsequently rejected by the state legislature. ConocoPhillips' CEO says it may take as long as two years to reach a final agreement.

Oil Daily October 19, 2006

Other News

DOE Secretary Encourages New England to be Open to Energy Projects

In a speech in Boston Tuesday evening, U.S. Energy Secretary Samuel Bodman urged New Englanders to support new energy infrastructure projects in the region, whether they be new transmission lines, power plants, natural gas pipelines, LNG facilities, or renewable energy facilities.

http://pro.energycentral.com/professional/news/power/news_article.cfm?id=7293959

Energy Prices

U.S. Oil and Gas Prices			
October 19, 2006			
	Today	Week Ago	Year Ago
CRUDE OIL West Texas Intermediate U.S. \$/Barrel	58.85	57.98	62.18
NATURAL GAS Henry Hub \$/Million Btu	6.77	5.17	13.52

Source: Reuters

Energy Notes

Emergency Transmission Tower Collapses October 17 -- Kills Worker

http://www.krqe.com/expandedb.asp?RECORD_KEY%5Bnewsb%5D=ID&ID%5Bnewsb%5D=17709

Anadarko Oil Production Flows at Chinese Bohai Bay Project

15,000 bpd by End of October 2006

<http://biz.yahoo.com/bizj/061018/1362138.html?.v=1>

U.S. to Add More Than 118,000 New Oil & Gas Wells in West by 2026 – Wilderness Society

<http://www.platts.com/Natural%20Gas/News/6307582.xml?p=Natural%20Gas/News&sub=Natural%20Gas>

Norway's Statoil Expansion of Norne Field Expands Oil Reserves by 10 Million Barrels

<http://www.platts.com/Oil/News/8690617.xml?p=Oil/News&sub=Oil>

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.

Natural Gas Weekly Update from EIA

<http://tonto.eia.doe.gov/oog/info/ngw/ngupdate.asp>

Updated after 2:00 PM EST every Thursday.

ENERGY ASSURANCE DAILY

Energy Assurance Daily provides a summary of public information concerning current energy issues. Published Monday through Friday to inform stakeholders of developments affecting energy systems, flows, and markets, it provides highlights of energy issues rather than a comprehensive coverage. *Energy Assurance Daily* is updated online Monday through Friday after 5:00 p.m. EST. For more information, visit the Infrastructure Security and Energy Restoration (ISER) website at:

<http://www.oe.netl.doe.gov/index.aspx>.

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