

State of North Dakota ENERGY SECTOR RISK PROFILE



This State Energy Risk Profile examines the relative magnitude of the risks that the State of North Dakota's energy infrastructure routinely encounters in comparison with the probable impacts. Natural and man-made hazards with the potential to cause disruption of the energy infrastructure are identified.

The Risk Profile highlights risk considerations relating to the electric, petroleum and natural gas infrastructures to become more aware of risks to these energy systems and assets.

NORTH DAKOTA STATE FACTS

State Overview

Population: 0.72 million (<1% total U.S.) Housing Units: 0.34 million (<1% total U.S.) Business Establishments: 0.02 million (<1% total U.S.)

Annual Energy Consumption

Electric Power: 14.7 TWh (<1% total U.S.) Coal: 22,900 MSTN (3% total U.S.) Natural Gas: 267 Bcf (1% total U.S.)

Motor Gasoline: 9,900 Mbarrels (<1% total U.S.) Distillate Fuel: 22,600 Mbarrels (2% total U.S.)

Annual Energy Production

Electric Power Generation: 36.1 TWh (1% total U.S.) Coal: 28.2 TWh, 78% [4.2 GW total capacity] Petroleum: 0.03 TWh, <1% [0.1 GW total capacity]

Natural Gas: 0.02 TWh, <1% [0.1 GW total capacity] Nuclear: 0 TWh, 0% [0 GW total capacity] Hydro: 2.5 TWh, 7% [0.6 GW total capacity]

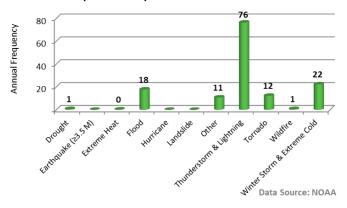
Other Renewable: 5.3 TWh, 15% [1.8 GW total capacity]

Coal: 27,500 MSTN (3% total U.S.) Natural Gas: 180 Bcf (1% total U.S.)

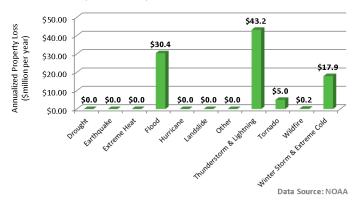
Crude Oil: 242,500 Mbarrels (10% total U.S.) Ethanol: 8,700 Mbarrels (3% total U.S.)

NATURAL HAZARDS OVERVIEW

Annual Frequency of Occurrence of Natural Hazards in North Dakota (1996–2014)



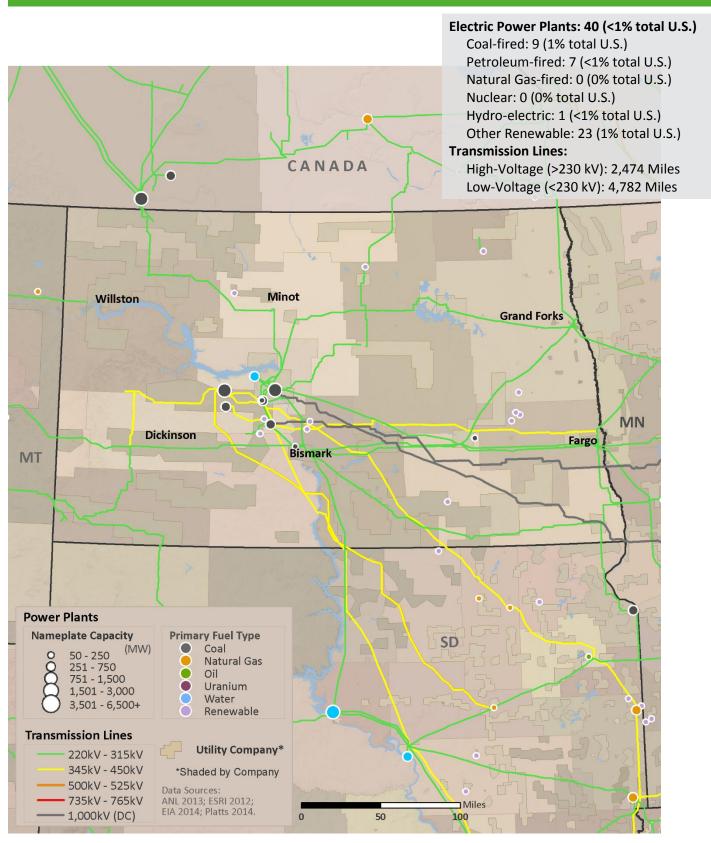
Annualized Property Loss due to Natural Hazards in North Dakota (1996–2014)



- According to NOAA, the most common natural hazard in North Dakota is Thunderstorm & Lightning, which occurs once every 4.8 days on the average during the months of March to October.
- The second-most common natural hazard in North Dakota is Winter Storm & Extreme Cold, which occurs once every 16.4 days on the average during the months of October to March.
- As reported by NOAA, the natural hazard in North Dakota that caused the greatest overall property loss during 1996 to 2014 is Thunderstorm & Lightning at \$43.2 million per year.
- The natural hazard with the second-highest property loss in North Dakota is Flood at \$30.4 million per year.

ENERGY SECTOR RISK PROFILE State of North Dakota

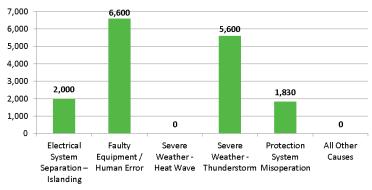
ELECTRIC



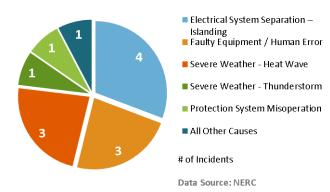
Electric Transmission

- According to NERC, the leading cause of electric transmission outages in North Dakota is Electrical System Separation Islanding.
- North Dakota experienced 13 electric transmission outages from 1992 to 2009, affecting a total of 16,030 electric customers.
- **Faulty Equipment/Human Error** affected the largest number of electric customers as a result of electric transmission outages.

Electric Customers Disrupted by NERC-Reported Electric Transmission Outages by Cause (1992–2009)



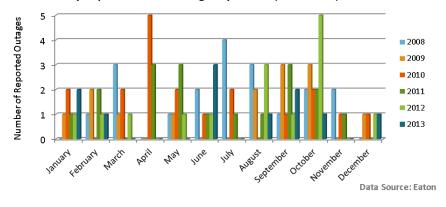
Number of NERC-Reported Electric Transmission Outages by Cause (1992–2009)



Data Source: NERC

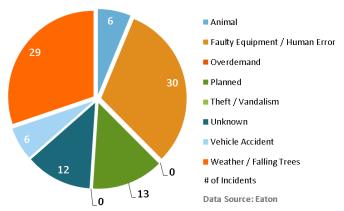
Electric Distribution

Electric Utility Reported Power Outages by Month (2008-2013)

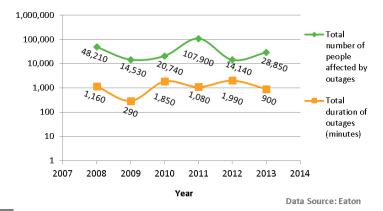


- **)** Between 2008 and 2013, the greatest number of electric outages in North Dakota has occurred during the month of **October**.
- The leading cause of electric outages in North Dakota during 2008 to 2013 was Faulty Equipment/Human Error.
- On average, the number of people affected annually by electric outages during 2008 to 2013 in North Dakota was 39,062.
- The average duration of electric outages in North Dakota during 2008 to 2013 was 1,212 minutes or 20.2 hours a year.

Causes of Electric-Utility Reported Outages (2008–2013)



Utility Outage Data (2008–2013)

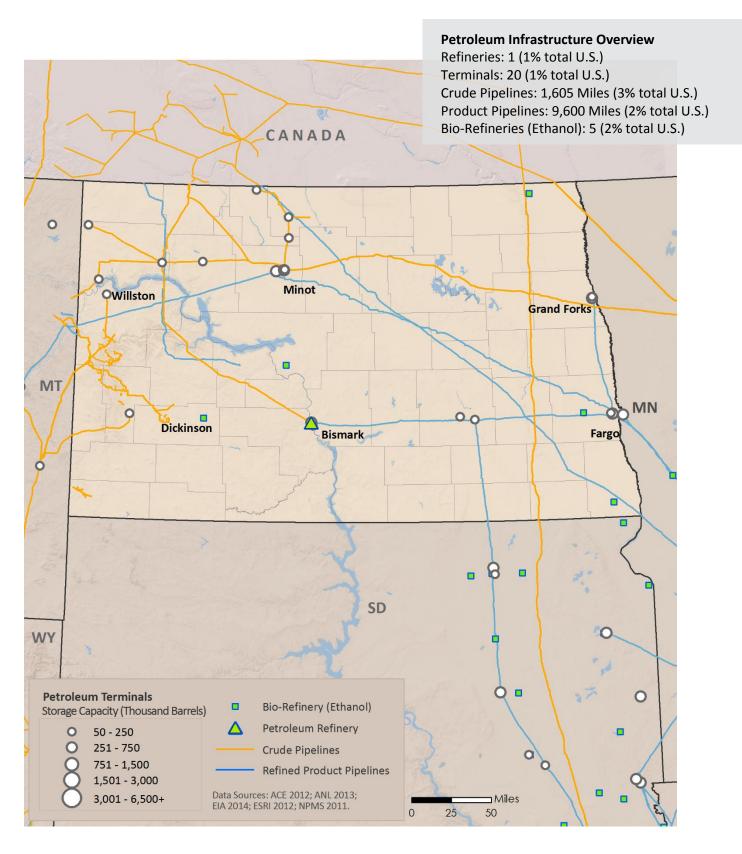


NOTE: # of Incidents – The number within each pie slice is the number of event incidents attributable to each cause.

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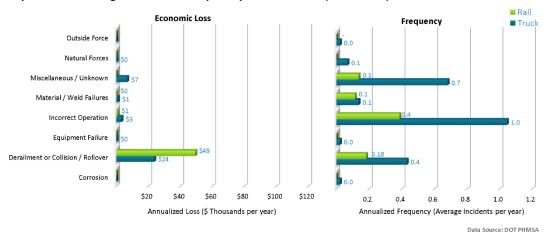
PETROLEUM



State of North Dakota ENERGY SECTOR RISK PROFILE

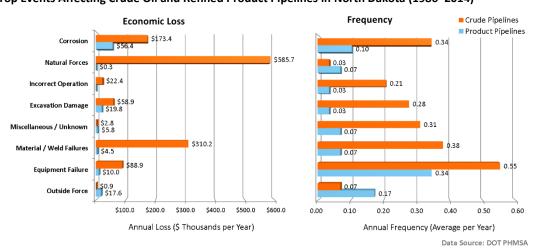
Petroleum Transport

Top Events Affecting Petroleum Transport by Truck and Rail (1986-2014)



The leading event type affecting the transport of petroleum product by rail and truck in North Dakota during 1986 to 2014 was Incorrect Operation for rail transport and Incorrect Operation for truck transport, with an average 0.4 (or one incident every 2.5 years) and 1.0 incidents per year, respectively.

Top Events Affecting Crude Oil and Refined Product Pipelines in North Dakota (1986–2014)

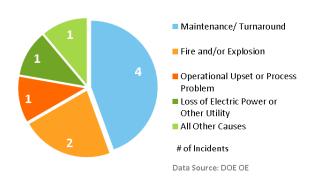


The leading event type affecting crude oil pipeline and petroleum product pipelines in North Dakota during 1986 to 2014 was Equipment Failure for crude oil pipelines and Equipment Failure for product pipelines, with an average 0.55 and 0.34 incidents per year (or one incident every 1.8 and 2.9 years), respectively.

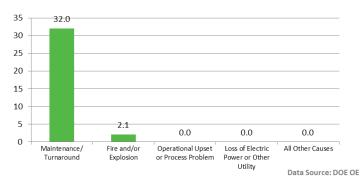
Petroleum Refinery

The leading cause of petroleum refinery disruptions in North Dakota from 2003 to 2014 was Maintenance/Turnaround. North Dakota's petroleum refineries experienced 9 major incidents from 2003 to 2014. The average production impact from disruptions of North Dakota's refineries from 2003 to 2014 is 14.7 thousand barrels per day.

Top-Four Causes of Petroleum Refinery Disruptions in North Dakota (2003–2014)



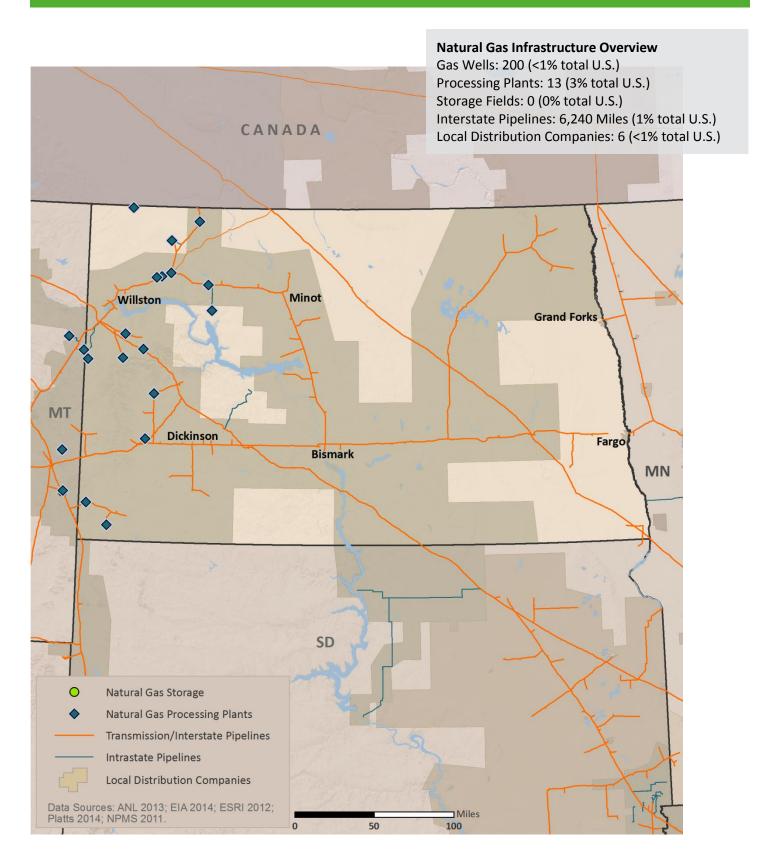
Average Production Impact (thousand barrels per day) from Petroleum Refinery Outages in North Dakota (2003–2014)



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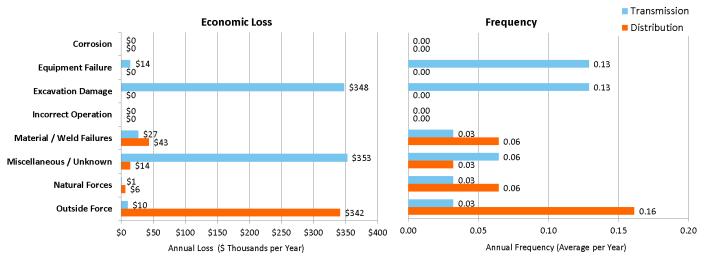
NATURAL GAS



Natural Gas Transport

The leading event type affecting natural gas transmission and distribution pipelines in North Dakota during 1986 to 2014 was Equipment Failure for Transmission Pipelines and Outside Force for Distribution Pipelines, with an average 0.13 and 0.16 incidents per year (or one incident every 7.8 and 6.2 years), respectively.

Top Events Affecting Natural Gas Transmission and Distribution in North Dakota (1986–2014)

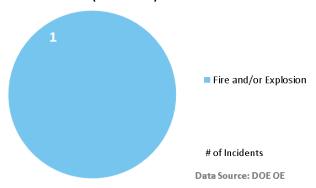


Data Source: DOT PHMSA

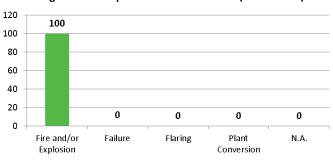
Natural Gas Processing

- According to data derived from DOE's Energy Assurance Daily, the leading cause of natural gas processing plant disruptions in North Dakota from 2005 to 2014 is Fire and/or Explosion.
- North Dakota's natural gas processing plants experienced 1 disruption from 2005 to 2014.
- The average production impact from disruptions of North Dakota's natural gas processing plants from 2005 to 2014 is 100 million cubic feet per day (MMcfd).

Top Cause of Natural Gas Processing Plant Disruptions in North Dakota (2005–2014)



Average Production Impact (MMcfd) from Natural Gas Processing Plant Disruptions in North Dakota (2005–2014)



Data Source: DOE OE

DATA SOURCES

Overview Information

NOAA (2014) Storms Events Database [www.ncdc.noaa.gov/data-access/severe-weather]

• Census Bureau (2012) State and County QuickFacts [http://quickfacts.census.gov/qfd/ download_data.html]

Bcf – Billion Cubic Feet
GW – Gigawatt
kV – Kilovolt
Mbarrels – Thousand Barrels
Mbpd – Thousand Barrels per Day
MMcfd – Million Cubic Feet per Day
MSTN – Thousand Short Tons
TWh – Terawatt hours

Production Numbers

- EIA (2012) Table P1 Energy Production Estimates in Physical Units [http://www.eia.gov/state/seds/sep_prod/pdf/P1.pdf]
- EIA (2013) Natural Gas Gross Withdrawals and Production [http://www.eia.gov/dnav/ng/ng_prod_sum_a_EPG0_VGM_mmcf_a.htm]
- EIA (2012) Electric Power Annual, Table 3.6. Net Generation by State, by Sector, 2012 and 2011 (Thousand Megawatt hours) [http://www.eia.gov/electricity/annual/pdf/epa.pdf]
- EIA (2012) Electric Power Annual, Existing Nameplate and Net Summer Capacity by Energy Source, Producer Type and State (EIA-860) [http://www.eia.gov/electricity/data/state/]

Consumption Numbers

- EIA (2012) Electric Power Annual, Fossil Fuel Consumption for Electricity Generation by Year, Industry Type and State (EIA-906, EIA-920, and EIA-923) [http://www.eia.gov/electricity/data/state/]
- EIA (2013) Prime Supplier Sales Volumes [http://www.eia.gov/dnav/pet/pet_cons_prim_dcu_nus_m.htm]
- EIA (2012) Adjusted Sales of Fuel Oil and Kerosene [http://www.eia.gov/petroleum/data.cfm#consumption]
- > EIA (2012) Annual Coal Consumption [http://www.eia.gov/coal/data.cfm]

Electricity

-) EIA (2013) Form-860 Power Plants [http://www.eia.gov/electricity/data/eia860/]
- > Platts (2014 Q2) Transmission Lines (Miles by Voltage Level)
- > Platts (2014 Q2) Power Plants (Production and Capacity by Type)

Petroleum

- Argonne National Laboratory (2012) Petroleum Terminal Database
- Argonne National Laboratory (2014) Ethanol Plants
-) EIA (2013) Petroleum Refinery Capacity Report [http://www.eia.gov/petroleum/refinerycapacity/]
- NPMS (2011) Petroleum Product Pipeline (Miles of Interstate Pipeline)
- NPMS (2011) Crude Pipeline (Miles of Interstate Pipeline)

Natural Gas

- EIA (2013) Form-767 Natural Gas Processing Plants [http://www.eia.gov/cfapps/ngqs/ngqs.cfm?f_report=RP9]
- FIA (2013) Number of Producing Gas Wells [http://www.eia.gov/dnav/ng/ng_prod_wells_s1_a.htm]
- NPMS (2011) Natural Gas Pipeline (Miles of Interstate Pipeline)
- > Platts (2014 Q2) Local Distribution Companies (LDCs)

Event Related

- DOE OE (2014) Form 417 Electric Disturbance Events [http://www.oe.netl.doe.gov/OE417_annual_summary.aspx]
- DOE OE (2014) Energy Assurance Daily (EAD) [http://www.oe.netl.doe.gov/ead.aspx]
- ▶ Eaton (2014) Blackout and Power Outage Tracker [http://powerquality.eaton.com/blackouttracker/default.asp?id=&key=&Quest_user_id=&leadg_Q_QRequired=&site=&menu=&cx=3&x=16&y=11]
- DOT PHMSA (2013) Hazardous Material Incident System (HMIS) [https://hazmatonline.phmsa.dot/gov/IncidentReportsSearch/search.aspx]
- NERC (2009) Disturbance Analysis Working Group [http://www.nerc.com/pa/rrm/ea/Pages/EA-Program.aspx]*

 *The NERC disturbance reports are not published after 2009.

Notes

- Natural Hazard, Other, includes extreme weather events such as astronomical low tide, dense smoke, frost/freeze, and rip currents.
- **)** Each incident type is an assembly of similar causes reported in the data source. Explanations for the indescribable incident types are below.
 -) Outside Force refers to pipeline failures due to vehicular accident, sabotage, or vandalism.
 -) Natural Forces refers to damage that occurs as a result of naturally occurring events (e.g., earth movements, flooding, high winds, etc.)
 - Miscellaneous/Unknown includes releases or failures resulting from any other cause not listed or of an unknowable nature.
 -) Overdemand refers to outages that occur when the demand for electricity is greater than the supply, causing forced curtailment.
- Number (#) of Incidents The number within each pie chart piece is the number of outages attributable to each cause.

FOR MORE INFORMATION CONTACT:
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