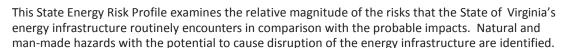


State of VirginiaENERGY SECTOR RISK PROFILE



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.

VIRGINIA STATE FACTS

State Overview

Population: 8.26 million (3% total U.S.) Housing Units: 3.41 million (3% total U.S.) Business Establishments: 0.19 million (3% total U.S.)

Annual Energy Consumption

Electric Power: 107.8 TWh (3% total U.S.) Coal: 7,900 MSTN (1% total U.S.) Natural Gas: 8 Bcf (<1% total U.S.)

Motor Gasoline: 84,800 Mbarrels (3% total U.S.) Distillate Fuel: 31,500 Mbarrels (2% total U.S.)

Annual Energy Production

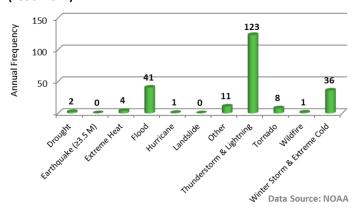
Electric Power Generation: 70.7 TWh (2% total U.S.)

Coal: 14.2 TWh, 20% [6.4 GW total capacity]
Petroleum: 0.4 TWh, <1% [2.8 GW total capacity]
Natural Gas: 25.0 TWh, 35% [9.1 GW total capacity]
Nuclear: 28.7 TWh, 41% [3.7 GW total capacity]
Hydro: 0.3 TWh, <1% [3.9 GW total capacity]
Other Renewable: 0 TWh, 0% [0.4 GW total capacity]

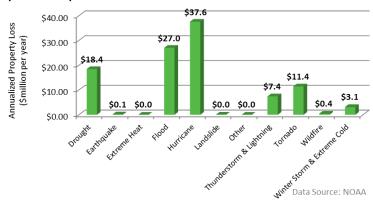
Coal: 19,000 MSTN (2% total U.S.) Natural Gas: 150 Bcf (1% total U.S.) Crude Oil: 0 Mbarrels (0% total U.S.) Ethanol: 0 Mbarrels (0% total U.S.)

NATURAL HAZARDS OVERVIEW

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



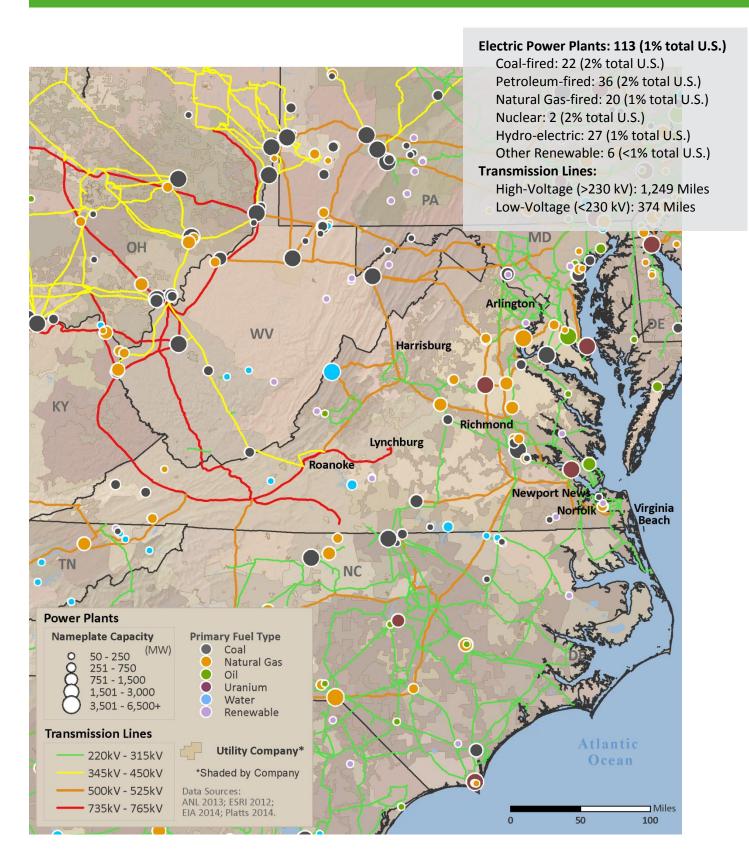
Annualized Property Loss due to Natural Hazards in Virginia (1996–2014)



- According to NOAA, the most common natural hazard in Virginia is Thunderstorm & Lightning, which occurs once every 3 days on the average during the months of March to October.
- The second-most common natural hazard in Virginia is Flood, which occurs once every 9 days on the average.
- As reported by NOAA, the natural hazard in Virginia that caused the greatest overall property loss during 1996 to 2014 is Hurricane at \$37.6 million per year.
- The natural hazard with the second-highest property loss in Virginia is Flood at \$27.0 million per year.

ENERGY SECTOR RISK PROFILE State of Virginia

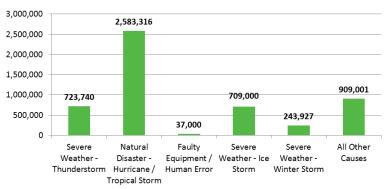
ELECTRIC



Electric Transmission

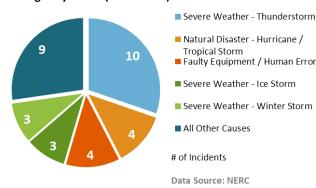
- According to NERC, the leading cause of electric transmission outages in Virginia is Severe Weather Thunderstorm.
- Virginia experienced 33 electric transmission outages from 1992 to 2009, affecting a total of 5,205,983 electric customers.
- Natural Disaster Hurricane/Tropical Storm affected the largest number of electric customers as a result of electric transmission outages.

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



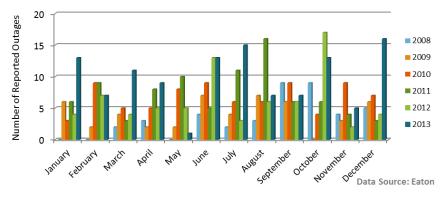
Data Source: NERC

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



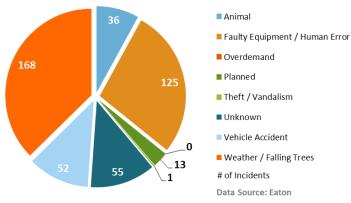
Electric Distribution

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



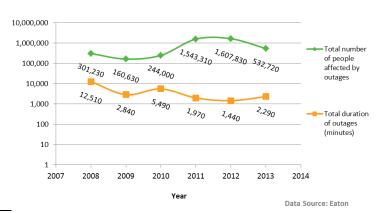
- **)** Between 2008 and 2013, the greatest number of electric outages in Virginia has occurred during the month of June.
- The leading cause of electric outages in Virginia during 2008 to 2013 was Weather/Falling Trees.
- On average, the number of people affected annually by electric outages during 2008 to 2013 in Virginia was **731,620**.
- The average duration of electric outages in Virginia during 2008 to 2013 was 4,423 minutes or 73.7 hours a year.

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



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

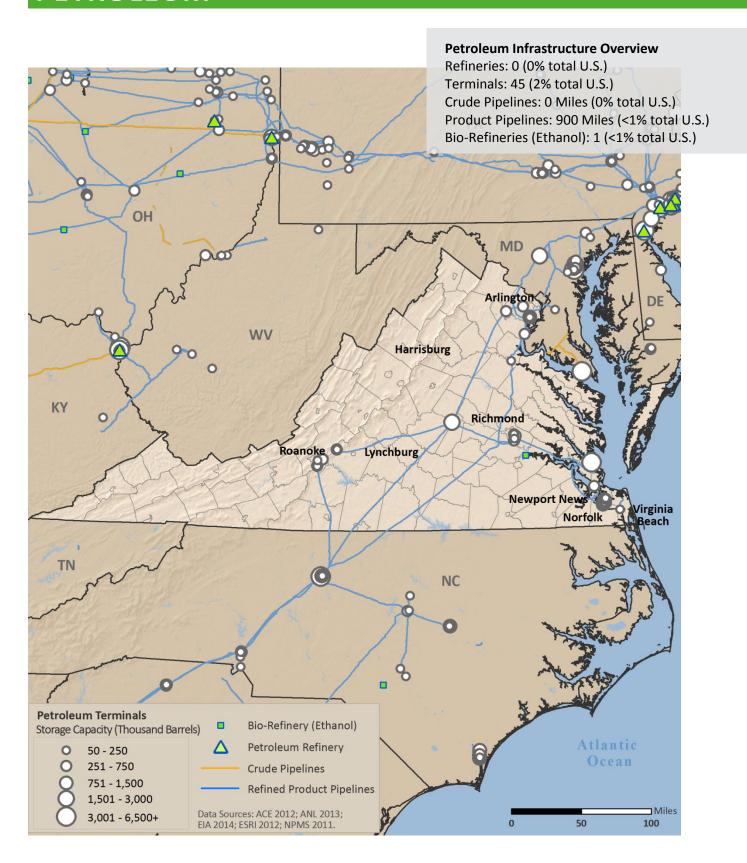
Utility Outage Data (2008-2013)



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ENERGY SECTOR RISK PROFILE State of Virginia

PETROLEUM

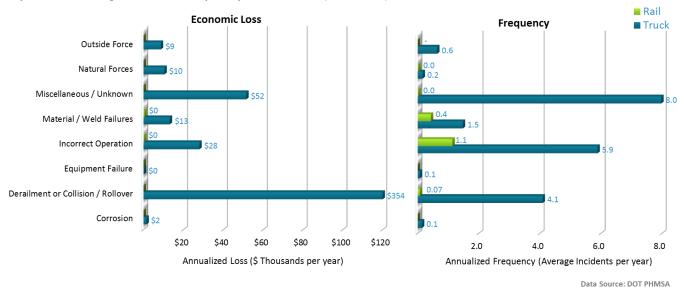


State of Virginia ENERGY SECTOR RISK PROFILE

Petroleum Transport

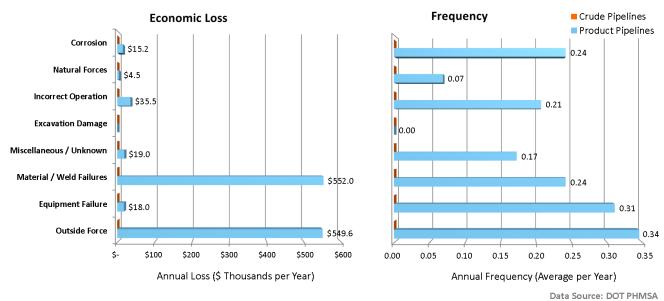
The leading event type affecting the transport of petroleum product by rail and truck in Virginia during 1986 to 2014 was Incorrect Operation for rail transport and Miscellaneous/ Unknown for truck transport, with an average 1.1 and 8.0 incidents per year, respectively.

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



The leading event type affecting petroleum product pipelines in Virginia during 1986 to 2014 was Outside Force, with an average 0.34 incidents per year (or one incident every 2.9 years). There are no crude oil pipelines in the State of Virginia.

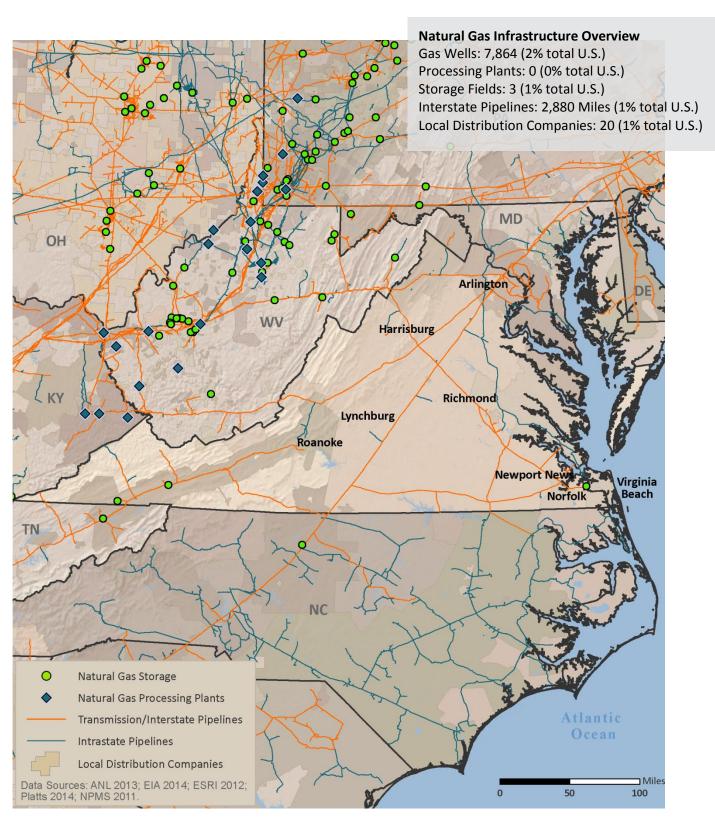
Top Events Affecting Crude Oil and Refined Product Pipelines in Virginia (1986–2014)



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ENERGY SECTOR RISK PROFILE State of Virginia

NATURAL GAS

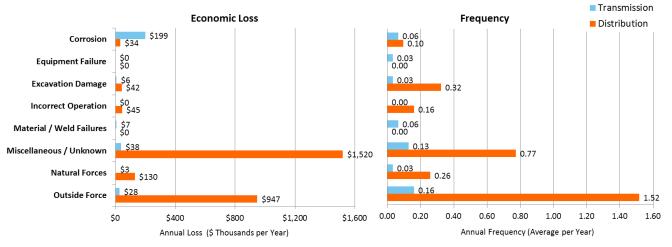


State of Virginia ENERGY SECTOR RISK PROFILE

Natural Gas Transport

The leading event type affecting natural gas transmission and distribution pipelines in Virginia during 1986 to 2014 was Outside Force for Transmission Pipelines and Outside Force for Distribution Pipelines, with an average 0.16 (or one incident every 6.2 years) and 1.52 incidents per year, respectively.

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



Data Source: DOT PHMSA



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]
-) EIA (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.