Incident Management Gas Supply Interruption

presented to: House Special Committee on Energy

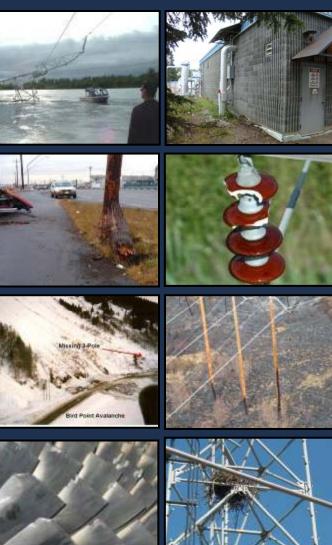
September 1, 2009

Railbelt Utility Coordination

The success of meeting the daily energy requirements of Southcentral Alaska requires the coordination of all Railbelt Utilities.



Chugach Plans for Potential Events



- Severe weather
- Avalanche
- Flood
- Accidental & Intentional damage
- Fire
- Dam breach
- Hazardous material release
- SCADA disruption
- Gas supply interruption
- Explosion
- Earthquake
- Wildlife
- Volcanic activity

Most Events do not Impact Consumers



- Knowledgeable and well-trained staff are available 24/7
- Redundancy and backup systems are designed into electric system
- System Operating rules maintain maximum flexibility
- Joint utility coordination reduces risks





Corporate Incident Management Plan Provides Incident Response Oversight



Chugach Electric Association

Corporate Incident Management Plan

WARNING

his Corporate Incident Management Plan has been prepared exclusively for Chugach Electr ssociation (CEA) by SunGard Availability Services, L. P. It contains confidential and proprieta troomation that should not to be made available in any form or manner to persons outside thugach.

Chugach's Overall Incident Management Plan

- Incident notification
- Management reporting
- Management and incident team contact information
- Situation assessment & reporting
- Emergency operations center
- Damage assessment
- Salvage & restoration
- Transition from crisis-to-normal operations

Additional Chugach and Inter-Utility Plans

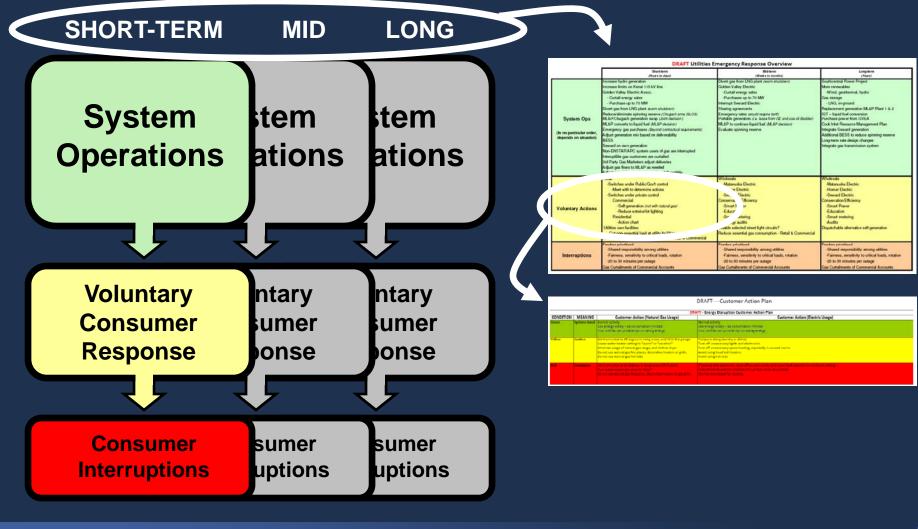
Chugach Plans

- Accounting Recovery Plan
- Member Services Recovery Plan
- Information Systems
 Disaster Recovery Plan
- Cooper Lake Hydro Incident Plan
- Volcano Preparedness Plan
- Alstom Strategic Alliance
- WESCO Strategic Alliance

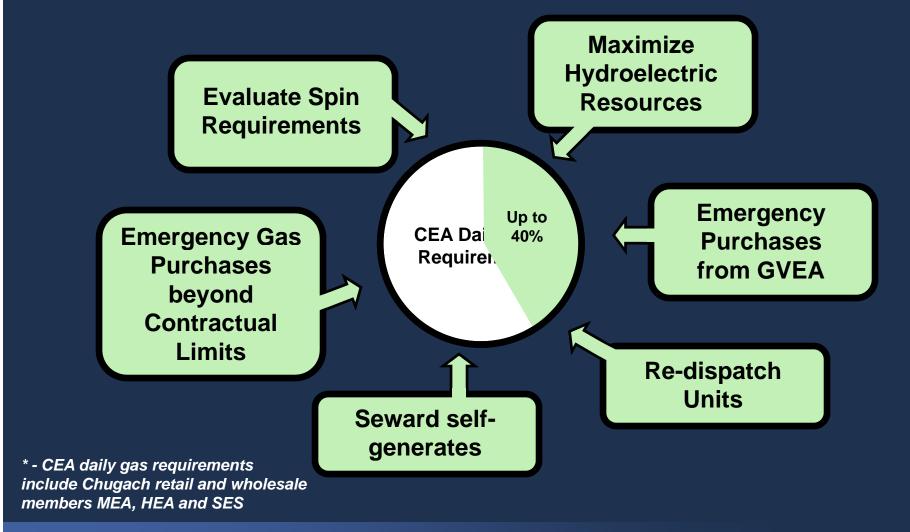
Inter-Utility Plans

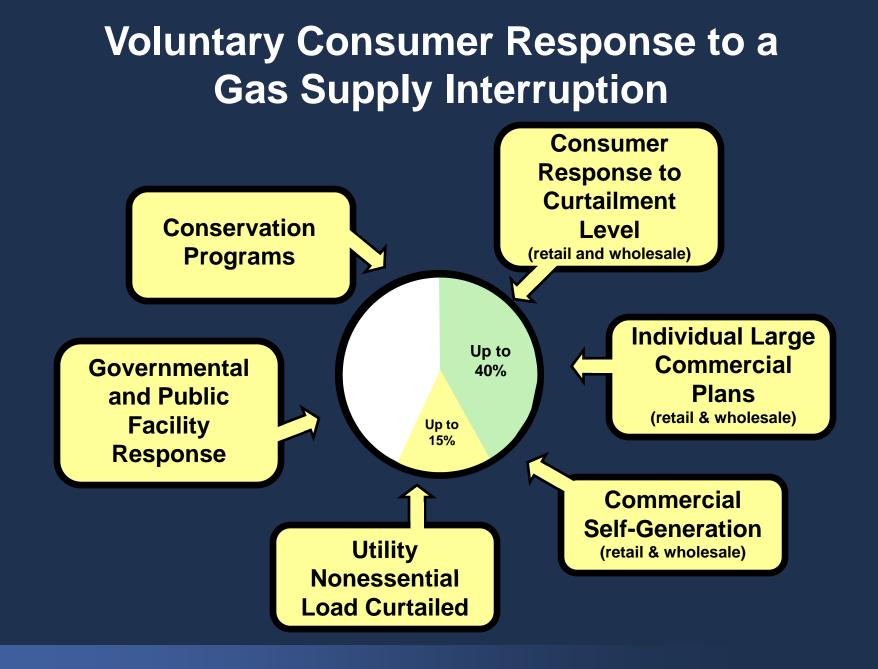
- Intertie Operating Committee and Sub-Committee Agreements
- Railbelt annual joint G&T planning
- Coordinated inter-utility assistance based on ASCC Mutual Assistance Agreement
- Gas coordination working group
- Statewide Operations Managers Group
- Enstar's tariff section 1200 covering gas shortage cost sharing and a interruption program
- Alaska Partnership for Infrastructure Protection

Gas Supply Interruption Incident Response Overview

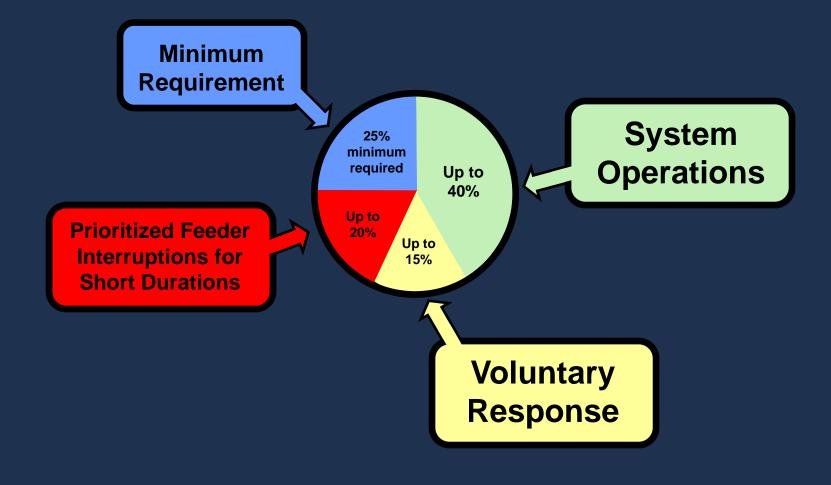


System Operations Response to a Gas Supply Interruption





Customer Interruptions



Daily Gas Peak Requirements & Potential Curtailments

Utility	Daily Demand (mmcf/d)	% Curtailment	Curtailment (mmcf/d)
ML&P	38,000	~75%	~28,000
Chugach	95,000	~75%	~70,000
Enstar	270,000	~10%	~27,000
Total:	403,000	~31%	~125,000

September 1, 2009 **Looking Forward Reducing Gas Demand New Power Plants Reduce Fuel Reqs.** 25% Up to 40% minimum reduced through required system ops Up to 20% Up to 15% Conservation, **Liquid Fuel Efficiency Programs & Operation & Renewable Resources Natural gas Reduce Fuel Reqs.** Storage

Next Steps

By September 30, 2009

Conduct electric & gas utility tabletop exercise with system operators

Coordination with Municipality of Anchorage

- By September 18, 2009 community education plan
- October 2009 energy conservation month & notification of alert status
- October 2009 conduct real-world test of voluntary curtailment
- By October 23, 2009 complete MOA Emergency Action Plan
- By November 6, 2009 MOA tabletop exercise
- By November 13, 2009 review of MOA tabletop exercise and modify MOA Emergency Action Plan accordingly