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Hurricane Ida | Update #5

REPORT TIME & DATE: 10:00 AM EDT | Thursday, September 02, 2021

REPORT DISTRIBUTION: Public

EXECUTIVE SUMMARY

As of 5:00 AM EDT, Post-Tropical Cyclone Ida was 130 miles east-northeast of New York City, moving northeast at 28 MPH, with maximum sustained winds of 40 MPH. The storm made landfall near Port Fourchon, Louisiana around 1:00 PM EDT as a Category 4 hurricane. Flood and flash flood watches continue across portions of southern New England.

Electricity Sector Summary

- As of 7:00 AM EDT on September 2, there are approximately 1.2 million storm-related outages.
 Approximately 920,000 customer outages remain in Louisiana due to Ida, with an additional 230,000 outages in the Northeast after remnants of Ida passed over the region.
- As of the morning of September 1, Entergy had restored power for some customers in eastern New
 Orleans with generation supplied by the New Orleans Power Station. Storm damage to the transmission
 system serving New Orleans, Louisiana has caused outages to most of the city.
- Utilities are conducting damage assessments and restoration efforts are underway, as conditions
 permit. Damage assessments of most locations should be complete by September 2. Estimated restoration
 times will be established once damage assessments are complete. Utilities in the impacted area prestaged crews, equipment, and materials, and mutual assistance networks are supporting restoration
 efforts.

Oil & Natural Gas Sector Summary

- Seven refineries in Louisiana remain shut, accounting for about 1.7 million b/d of refinery capacity, or approximately 9% of the total U.S. operable refining capacity. Two refineries in the Baton Rouge area initiated the restart process as of August 31 although they will not be producing at full rates for several days. Damage assessments are underway, but operations cannot restart until feedstock supply, power, and other essential third-party utilities are restored.
- As of 12:30 PM EDT, September 1, 80% of the oil production and 83% of the natural gas production in the federally administered areas of the U.S. Gulf of Mexico remained shut-in, according to estimates by the Bureau of Safety and Environmental Enforcement.
- The refinery and offshore platform shut-ins are not anticipated to cause immediate supply issues. For the week ending on August 27, Gulf Coast stocks of gasoline and distillate were 3% and 1% above the seasonal five-year average. Gulf Coast stocks of crude oil were 4% below the five-year average in the Gulf Coast (not including SPR).
- The ports of New Orleans, Baton Rouge, and Gramercy in Louisiana and Port of Pascagoula, Mississippi have reopened. Operations remain suspended at the Louisiana Offshore Oil Port (LOOP) marine terminal, and repairs are underway.
- Widespread power outages are leading to retail gas station closures in impacted areas. Available stations
 are experiencing long-lines and high demand. Resupply may be impeded by power outages at terminals.



DOE ACTIONS

DOE ENERGY RESPONSE ORGANIZATION (ERO): ACTIVATED - LEVEL 1

- DOE is coordinating with industry, interagency, and territorial partners to support response efforts related to Hurricane Ida.
- DOE has worked with FEMA and industry partners to prepare for hurricane response operations during the COVID-19 pandemic.

DOE EMERGENCY SUPPORT FUNCTION (ESF) #12 DEPLOYMENTS:

- FEMA National Response Coordination Center Washington, DC
- FEMA Region IV Response Coordination Center Atlanta, GA Virtual
- FEMA Region VI Response Coordination Center Denton, TX
- FEMA Region III Response Coordination Center Philadelphia, PA Virtual
- Louisiana Joint Field Office Baton Rouge, LA
- Louisiana State Emergency Operation Center Baton Rouge, LA
- Note: Additional DOE ESF #12 Responders are deploying to Louisiana to support the State Emergency Operation center and to coordinate with interagency, state, and industry partners.



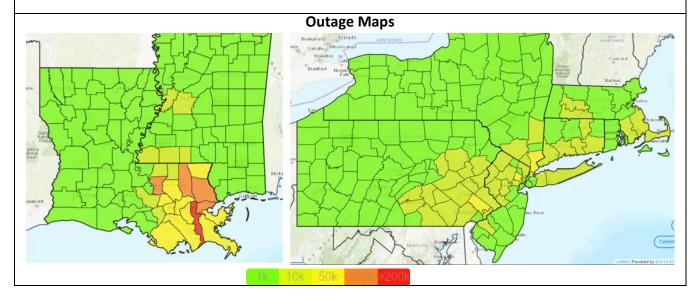
ELECTRICITY SECTOR

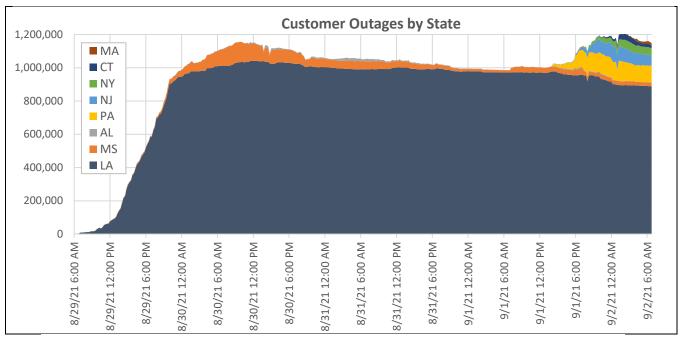
POWER OUTAGES

 As of 7:00 AM EDT on September 2, there are approximately 922,000 customer outages remaining in Louisiana due to Ida, with approximately 36,000 outages remaining in Mississippi. There are approximately 230,000 additional outages in the Northeast after remnants of Ida passed over the region.

Customer Power Outages as of 7:00 AM EDT 09/02/2021							
State	Current Outages	% of State Without Power	Storm Peak Outages	% Restored			
Louisiana	921,661	41%	~1,075,158	14%			
Pennsylvania	100,359	2%	122,450	18%			
New Jersey	60,388	1%	92,651	35%			
New York	41,925	<1%	50,995	18%			
Mississippi	36,372	3%	~148,850	76%			
Connecticut	17,296	1%	36,822	53%			
Massachusetts	12,327	<1%	19,397	36%			
Total	1,190,328		-				

Although restoration has begun in some portions of the affected region, state-level totals may appear to increase as responders receive additional, more accurate information on local outage numbers. Alabama was removed from the table when it dropped below 2,000 customer outages.



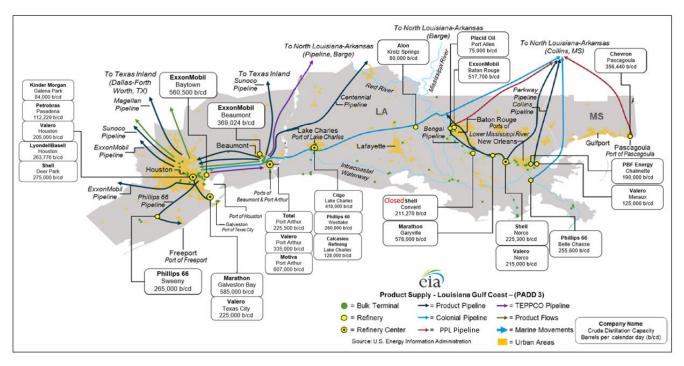


- Customer outages reflect how many electric meters are without power. Meters represent individual homes, businesses, and industrial sites. On average, there is approximately one meter for every two people in the United States.
- Industry has activated mutual assistance networks and over 25,000 personnel from at least 32 states and the District of Columbia are support restoration efforts. Crews, materials, and equipment was pre-positioned in advance of impacts from Hurricane Ida.
- Utilities typically follow an overall plan to restore service to customers. After power is restored to
 essential services and facilities critical to public health and safety, crews focus on repairing lines
 that will return service to the largest number of customers in the least amount of time. Power is
 restored systematically to neighborhoods, industries, and businesses and then to individual
 homes and small groups of customers.
- Damage assessments and restoration efforts are underway, as conditions permit. Debris and flooding are limiting access to some locations. Estimated times to restoration will begin to be established once damage assessments are complete.
- Damage to the transmission system serving New Orleans, Louisiana caused outages to most of the city. As of the September 1, Entergy has restored power for some customers in Eastern New Orleans with generation supplied by the New Orleans Power Station. Entergy is working to establish additional transmission paths into the city and is continuing to restore customers.



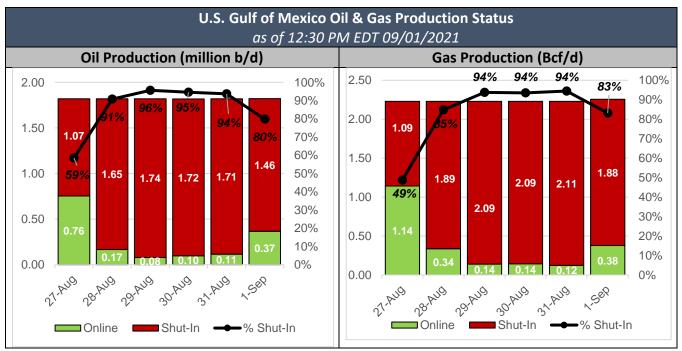
OIL AND NATURAL GAS SECTOR

Just over half of total U.S. refining capacity is located in the Gulf Coast (PADD 3) region. Gulf Coast refinery production is critical for supplying fuels to markets in the high-demand East Coast (PADD 1) region. Products move out of the Gulf Coast region on the Colonial and PPL pipeline systems to Southeast and Central Atlantic markets, and via tanker and barge to Florida. The Gulf Coast refineries export approximately 20% of production to foreign countries. This provides a significant "export buffer," allowing refiners to shift fuel production away from exports to make up for shortages in domestic markets. The map below highlights the petroleum supply chain in the Louisiana and Texas Gulf Coast regions.



OFFSHORE PRODUCTION

- As of 12:30 PM EDT, September 1, 1.46 million barrels per day (b/d) (79.86%) of the oil production and 1.87 billion cubic feet per day (Bcf/d) (83.21%) of the natural gas production in the federally administered areas of the U.S. Gulf of Mexico are shut-in, according to estimates by the Bureau of Safety and Environmental Enforcement (BSEE).
- In addition, BSEE reports that 249 out of 560 manned platforms have been evacuated; 9 of the 11 (81.8%) non-dynamically positioned rigs have been evacuated; and four of the 15 dynamically positioned rigs have moved out of the storm's path as a precaution.



Source: BSEE



PORTS

• The U.S. Coast Guard has set the following conditions for ports and waterways as a result of Ida. Listed in the table are select ports that receive petroleum products.

Status of Gulf Coast Ports as of 09/02/2021							
Port	Inbound Crude Oil* (b/d)	Inbound Refined Product* (b/d)	Status	Date Stamp			
Louisiana							
Baton Rouge, LA	31,000	29,000	Open. Port Condition Normal	9/1			
Gramercy, LA	66,000		Open. Port Condition Normal	9/1			
New Orleans, LA	132,000	53,000	Open. Port Condition Normal	9/1			
Morgan City, LA	47,000	1,000	Open with restrictions.	8/31			
Lake Charles, LA	144,000	1,000	Open. Port Condition Normal.	8/30			
Mississippi							
Pascagoula, MS	88,000		Open. Port Condition Normal	9/1			
Alabama							
Mobile, AL	165,000	6,000	Open. Port Condition Normal	9/1			

^{*}Foreign imports and domestic movements in 2019.

Source: U.S. Coast Guard Homeport. Receipt data from EIA Company Level Imports, U.S. Army Corps of Engineers Waterborne Commerce Statistics Center

- Louisiana Offshore Oil Port (LOOP) suspended operations at its marine terminal on August 28, per standard procedure. LOOP is the U.S. port capable of receiving very large crude carriers (VLCCs).
- As of August 31, USCG Captain of Port of New Orleans enforced a temporary safety zone on the Lower Mississippi River between mile markers 105 and 108 to prohibit traffic around the safety hazards associated with downed electrical transmission lines. Rule is effective from August 31 until September 30, or when salvage operations are complete.
- The U.S. Army Corps of Engineers (USACE) is working to confirm the position of numerous sunken barges between Mississippi River mile markers 41 to 58. The USCG plans to reopen the waterway to shallow draft traffic on Sept. 1 and may be able to open the river to deep draft traffic up to Mile 105 pending USACE surveys and the location of sunken barges.

PETROLEUM TERMINALS

 Power outages in Baton Rouge and the New Orleans area are impeding the distribution of fuel from terminals to area gas stations, creating shortages. This is exacerbated by a shortage of hazmat qualified drivers and road conditions. Long lines have been reported at terminals; however, some lines may be due to use of drivers not certified for specific terminals and require safety certification prior to entry.



RETAIL STATION OUTAGES

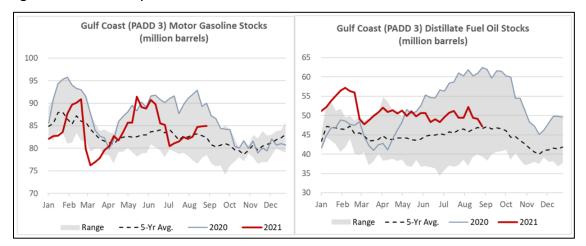
Power outages in Louisiana have left numerous gas stations without power across the affected
portions of Louisiana. Due to limited availability from power outages, gas stations with power or
operating on generator have reported long lines and high demand. The high demand at available
stations as lead to temporary fuel outages while stations wait for resupply. Power outages may
also be limiting availability of terminals in the affected area.

PETROLEUM REFINERIES

As of September 2, seven refineries in Louisiana remain shut down, accounting for about 1.7 million b/d of refinery capacity, or approximately 9% of total U.S. operable refining capacity. Two refineries in the Baton Rouge area initiated the restart process by August 31. For most refineries, full restoration of normal refinery output will take two to three weeks after the passage of Ida.

FUEL STOCKS

For the week ending on August 27, 2021, the Gulf Coast (PADD 3) had 85.0 million barrels of total gasoline stocks, according to the Energy Information Administration (EIA). This is 3% higher than the five-year average for this time of year. For the week ending on August 27, the Gulf Coast had 47.1 million barrels of total distillate stocks, according to EIA. This is 1% higher than the five-year average for this time of year.



EMERGENCY DECLARATIONS & WAIVERS

EMERGENCY DECLARATIONS

To provide vital supplies and transportation services to a disaster area in the United States, emergency declarations may be issued by the President, Governors of States, or Federal Motor Carrier Safety Administration (FMCSA). These declarations trigger the temporary suspension of certain Federal safety regulations, including Hours of Service, for motor carriers and drivers engaged in specific aspects of the emergency relief effort. See 49 CFR 390.23 for the actual emergency regulation.

Emergency Declarations and HOS Waivers as of 8:00 AM EDT 09/02/2021							
State /Touritous	Details		Effective Dates				
State/Territory			End	Status			
AL, AR, LA, MS, TN, TX	Regional Federal Motor Carrier Safety Administration <u>Emergency Declaration</u> (HOS Waiver)	8/29	9/28	Active			
Alabama	State of Emergency & HOS Waiver	8/28	Until rescinded	Active			
Mississippi	State of Emergency		Until rescinded	Active			
	Presidential Emergency Declaration	8/28	Until rescinded	Active			
Kentucky	HOS Waiver	8/30	9/9	Active			
	State of Emergency	8/26	9/27	Active			
Louisiana	Presidential Emergency Declaration		Until rescinded	Active			
	Presidential Major Disaster Declaration	8/29	9/25	Active			
Virginia	State of Emergency	8/30	9/28	Active			
Pennsylvania	State of Emergency	8/31	Until rescinded	Active			
West Virginia	State of Emergency	8/31	9/30	Active			
New Jersey	State of Emergency	9/1	Until rescinded	Active			
New York (14 counties)	State of Emergency	9/1	Until rescinded	Active			

Sources: State government, White House, and Federal Motor Carrier Safety Administration websites.

WAIVERS

On August 30, the Environmental Protection Agency (EPA) issued a <u>waiver</u> of Reid Vapor Pressure
(RVP) requirements in Louisiana and Mississippi to help reduce fuel supply shortages as part of
EPA's response to Hurricane Ida. Under this temporary waiver, regulated parties may produce,
sell and distribute higher-volatility winter gasoline in Louisiana and Mississippi with an RVP of no
more than 11.5 psi after the addition of ethanol. The waiver ends September 16.



- On August 28, the Pipeline and Hazardous Materials Safety Administration (PHMSA) issued a <u>Stay of Enforcement</u> to all liquefied natural gas facilities and interstate gas and hazardous liquid pipeline operators affected by Hurricane Ida. The Stay of Enforcement alerts operators that PHMSA will temporarily relax enforcement of certain regulations related to operator qualifications and employment drug testing requirements to remove obstacles that would prevent safe and rapid recovery efforts. The Stay of Enforcement remains in effect for 45 days or until rescinded or extended by PHMSA.
- On August 27, the Louisiana State Department of Transportation and Development issued a
 <u>Secretary's Emergency Order</u> suspending all tolls under the operation and control of the state of
 Louisiana, specifically LA 1 Toll Bridge from Leeville to Grand Isle and Port Fourchon. The order
 remains in effect until rescinded.
- On August 27, the Louisiana State Department of Transportation and Development issued a
 <u>Weight Restriction Waiver</u> suspending certain vehicle size and weight restrictions in order to
 assist in hurricane response and recovery efforts. The waiver remains in effect through
 September 24 unless terminated sooner.
- On September 1, the Internal Revenue Service <u>announced</u> that, in response to shortages of undyed diesel fuel caused by Hurricane Ida, it will not impose a penalty when dyed diesel fuel is sold for use or used on the highway for a number of parishes in the state of Louisiana. This penalty relief is available to any person that sells or uses dyed fuel for highway use and goes into effect as of August 29 and will remain in effect through September 15. The affected parishes are:
 - Ascension, Assumption, East Baton Rouge, East Feliciana, Iberia, Iberville, Jefferson, Lafourche, Livingston, Orleans, Plaquemines, Pointe Coupee, St. Bernard, St. Charles, St. Helena, St. James, St. John the Baptist, St. Martin, St. Mary, St. Tammany, Tangipahoa, Terrebonne, Washington, West Baton Rouge, and West Feliciana.
- On September 1, the Mississippi Department of Agriculture & Commerce issued a waiver for Reid Vapor Pressure (RVP) specifications related to gasoline and gasoline blends. From September 1 September 15, the waiver allows the sale of fuel with a Reid Vapor Pressure of no more than 11.5 psi after the addition of ethanol. The exemption to normal RVP requirements will expire on September 16. The waiver, in addition to the one issued by the EPA on August 30, is intended to allow for a greater supply of gasoline for sale in the state.

