

State of New MexicoENERGY SECTOR RISK PROFILE

NM

This State Energy Risk Profile examines the relative magnitude of the risks that the State of New Mexico'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.

NEW MEXICO STATE FACTS

State Overview

Population: 2.09 million (1% total U.S.) Housing Units: 0.91 million (1% total U.S.) Business Establishments: 0.04 million (1% total U.S.)

Annual Energy Consumption

Electric Power: 23.2 TWh (1% total U.S.)
Coal: 14,500 MSTN (2% total U.S.)
Natural Gas: 1,205 Bcf (5% total U.S.)
Motor Gasoline: 20,900 Mbarrels (1% total

Motor Gasoline: 20,900 Mbarrels (1% total U.S.) Distillate Fuel: 14,700 Mbarrels (1% total U.S.)

Annual Energy Production

Electric Power Generation: 36.6 TWh (1% total U.S.)

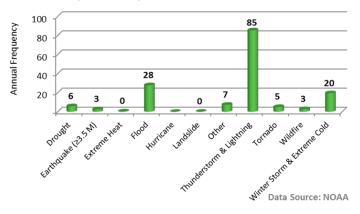
Coal: 25 TWh, 68% [4.4 GW total capacity]
Petroleum: 0 TWh, 0% [0 GW total capacity]
Natural Gas: 8.8 TWh, 24% [3.8 GW total capacity]
Nuclear: 0 TWh, 0% [0 GW total capacity]
Hydro: 0.2 TWh, <1% [0.1 GW total capacity]
Other Renewable: 2.2 TWh, 6% [0.9 GW total capacity]

Coal: 22,500 MSTN (2% total U.S.)
Natural Gas: 1,220 Bcf (5% total U.S.)
Crude Oil: 85,200 Mbarrels (4% total U.S.)

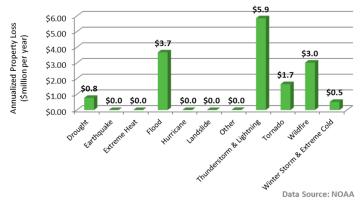
Ethanol: 600 Mbarrels (<1% total U.S.)

NATURAL HAZARDS OVERVIEW

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



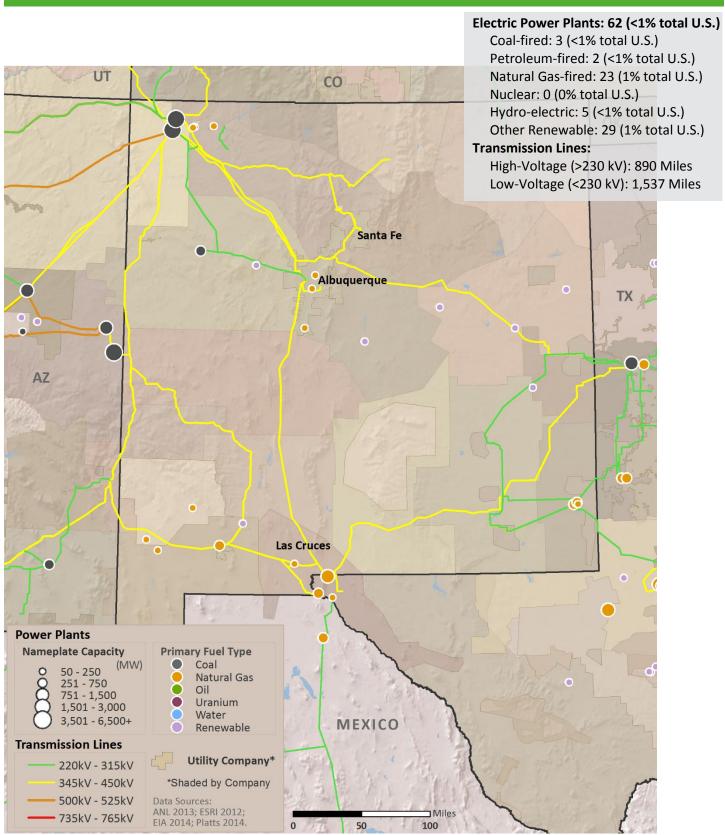
Annualized Property Loss due to Natural Hazards in New Mexico (1996–2014)



- According to NOAA, the most common natural hazard in New Mexico is Thunderstorm & Lightning, which occurs once every 4.3 days on the average during the months of March to October.
- The second-most common natural hazard in New Mexico is Flood, which occurs once every 13.1 days on the average.
- As reported by NOAA, the natural hazard in New Mexico that caused the greatest overall property loss during 1996 to 2014 is Thunderstorm & Lightning at \$5.9 million per year.
- The natural hazard with the second-highest property loss in New Mexico is Flood at \$3.7 million per year.

ENERGY SECTOR RISK PROFILE State of New Mexico

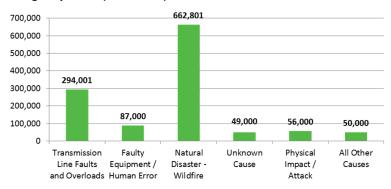
ELECTRIC



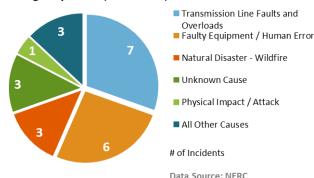
Electric Transmission

- According to NERC, the leading cause of electric transmission outages in New Mexico is Transmission Line Faults and Overloads.
- New Mexico experienced 23 electric transmission outages from 1992 to 2009, affecting a total of 1,198,802 electric customers.
- Natural Disaster Wildfire 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)



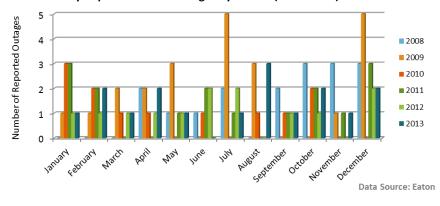
Number of NERC-Reported Electric Transmission Outages by Cause (1992–2009)



Data Source: NERC

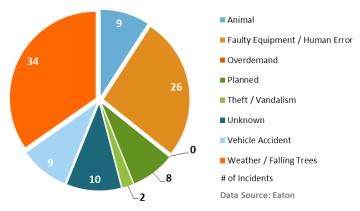
Electric Distribution

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

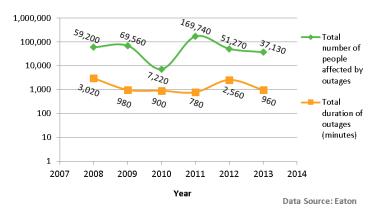


- Detween 2008 and 2013, the greatest number of electric outages in New Mexico has occurred during the month of December.
- The leading cause of electric outages in New Mexico during 2008 to 2013 was Weather/ Falling Trees.
- On average, the number of people affected annually by electric outages during 2008 to 2013 in New Mexico was 65,687.
- The average duration of electric outages in New Mexico during 2008 to 2013 was 1,533 minutes or 25.6 hours a year.

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



Utility Outage Data (2008–2013)

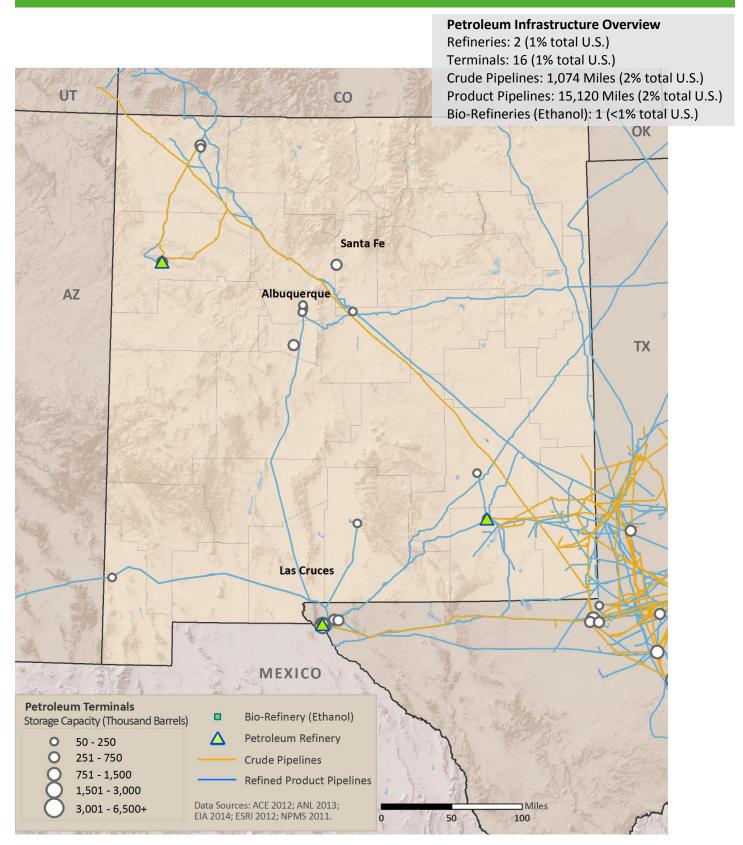


NOTE: # of Incidents – The number within each pie slice is the number of event incidents attributable to each cause.

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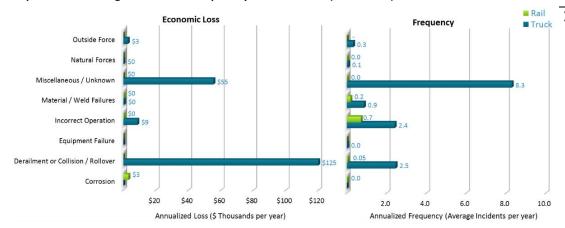
PETROLEUM



State of New Mexico ENERGY SECTOR RISK PROFILE

Petroleum Transport

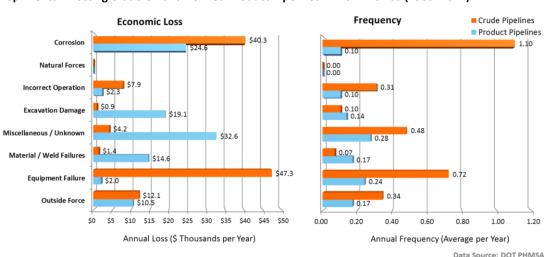
Top Events Affecting Petroleum Transport by Truck and Rail (1986–2014)



The leading event type affecting the transport of petroleum product by rail and truck in New Mexico during 1986 to 2014 was Incorrect Operation for rail transport and Miscellaneous /Unknown for truck transport, with an average 0.7 (or one incident every 1.4 years) and 8.3 incidents per year, respectively.

Data Source: DOT PHMSA

Top Events Affecting Crude Oil and Refined Product Pipelines in New Mexico (1986-2014)

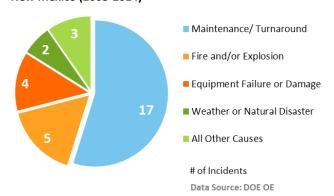


The leading event type affecting crude oil pipeline and petroleum product pipelines in New Mexico during 1986 to 2014 was Corrosion for crude oil pipelines and Miscellaneous/Unknown for product pipelines, with an average 1.1 and 0.28 (or one incident every 3.6 years) incidents per year, respectively.

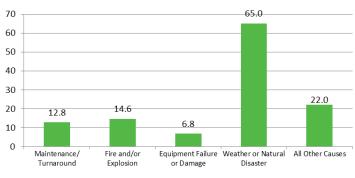
Petroleum Refinery

The leading cause of petroleum refinery disruptions in New Mexico from 2003 to 2014 was Maintenance/Turnaround. New Mexico's petroleum refineries experienced 31 major incidents from 2003 to 2014. The average production impact from disruptions of New Mexico's refineries from 2003 to 2014 is 16.6 thousand barrels per day.

Top-Five Causes of Petroleum Refinery Disruptions in New Mexico (2003-2014)



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

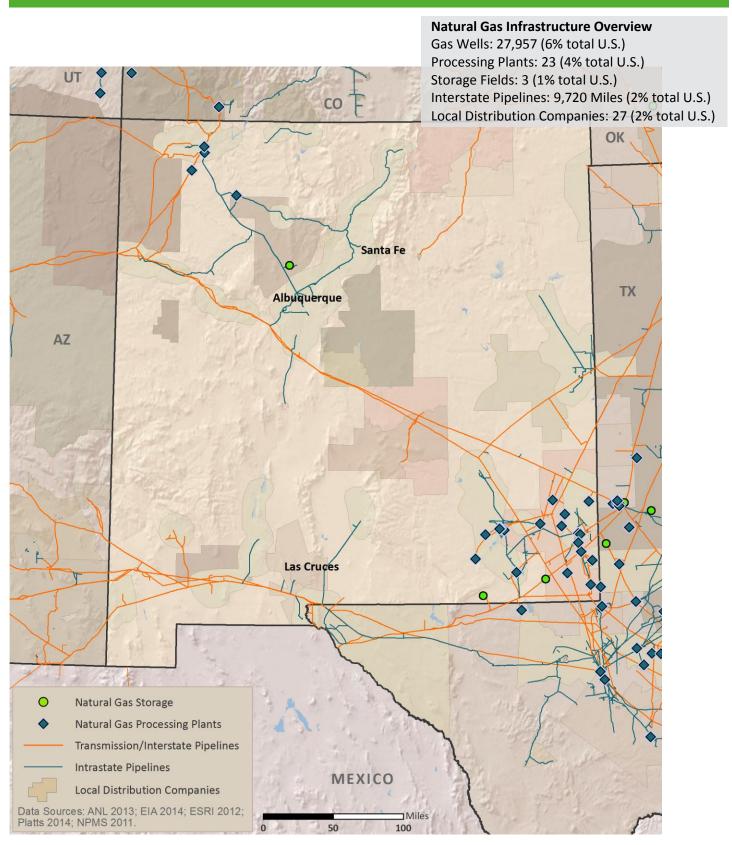


Data Source: DOE OE

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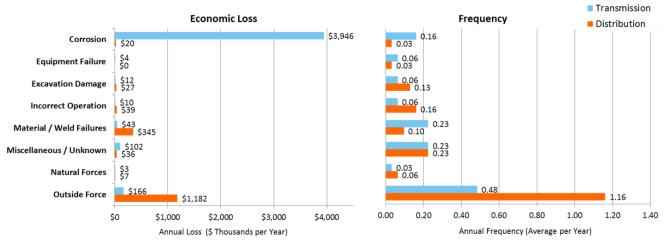
NATURAL GAS



Natural Gas Transport

The leading event type affecting natural gas transmission and distribution pipelines in New Mexico during 1986 to 2014 was Outside Force for Transmission Pipelines and Outside Force for Distribution Pipelines, with an average 0.48 (or one incident every 2.1 years) and 1.16 incidents per year, respectively.

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

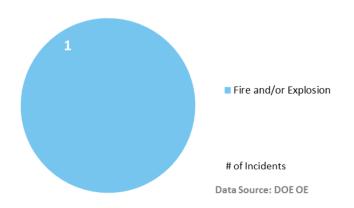


Data Source: DOT PHMSA

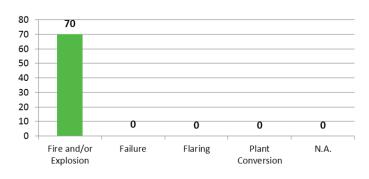
Natural Gas Processing

- According to data derived from DOE's Energy Assurance Daily, the leading cause of natural gas processing plant disruptions in New Mexico from 2005 to 2014 is Fire and/or Explosion.
- New Mexico's natural gas processing plants experienced 1 disruptions from 2005 to 2014.
- The average production impact from disruptions of New Mexico's natural gas processing plants from 2005 to 2014 is **70 million** cubic feet per day (MMcfd).

Top Cause of Natural Gas Processing Plant Disruptions in New Mexico (2005–2014)



Average Production Impact (MMcfd) from Natural Gas Processing Plant Disruptions in New Mexico (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.

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