

Emergency Fuel – Planning for Preparedness

November 14, 2018



About WaterISAC

- What is an ISAC?
- Nonprofit, est. 2002
- Mission: To help water sector utilities reduce risks from cybersecurity, physical security and natural disasters
- Members: Utilities and state and federal government in U.S., Canada, Australia and New Zealand.



Water/Wastewater Sector Partnership



















NRWA America's Largest Utility Membership



Services for Members

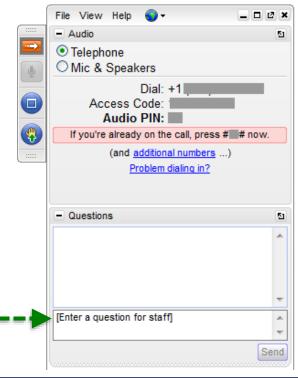
- Threat advisories and analysis
- Best practices and tools
- Searchable chem/bio databases
- Access to SMEs
- 24/7
- Shared via portal, e-mail, webinars
- 30-day Free Trial Membership available.



Poll Question



How to Ask a Question



Type and send --



National Association of Water Companies (NAWC)

NAWC is the voice of the regulated water industry

Safety, Security & Environmental Committee

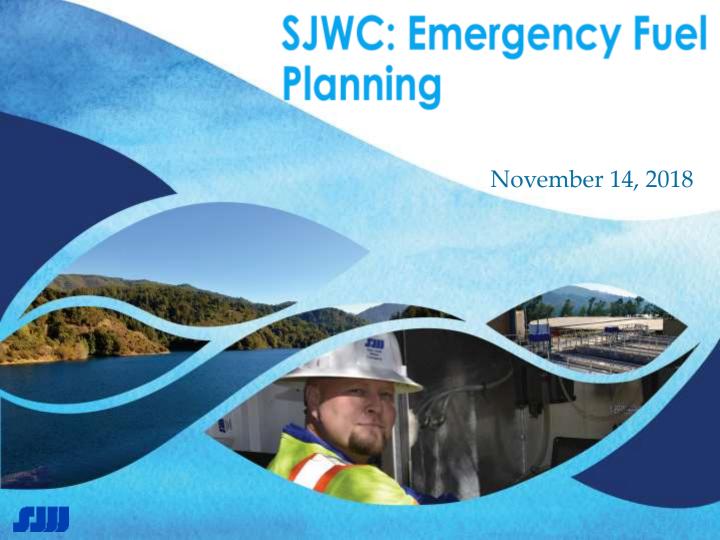
- The mission of the NAWC Safety, Security & Environmental Committee is to ensure that NAWC effectively conveys the leadership and proven compliance track record of regulated water and wastewater utilities as well as their exemplary performance in exceeding the industry's voluntary standards.
- Share best practices and insights regarding how to improve their own records for safety, physical and cyber security, public health and environmental compliance
- Develops and cosponsors industry-wide webinars in partnership with WaterISAC that focus on relevant safety, security or environmental issues of significance to drinking water and wastewater utilities.



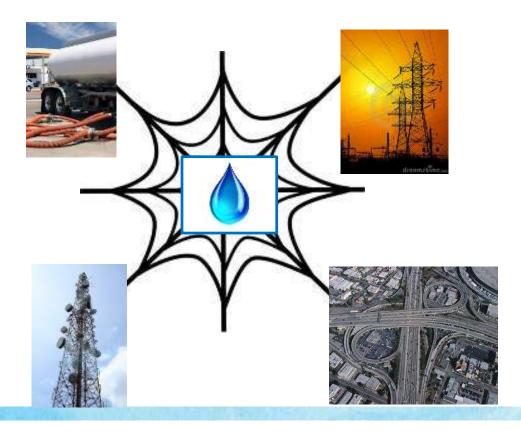


Presenters

- Kendra Rose, CORIX Group of Companies (moderator)
- Jim Wollbrinck, San Jose Water
- Justin Cochran, California Energy Commission
- Ryan Hanretty, California Fuels and Convenience Alliance



Critical Infrastructure Web



Challenge In Response and Recovery

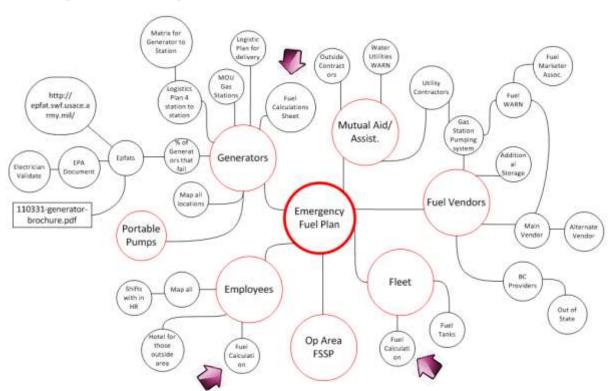
- Fuel
- Parts
- Transportation
- Coordination

- Power
- Telecomm
- Food/Shelter

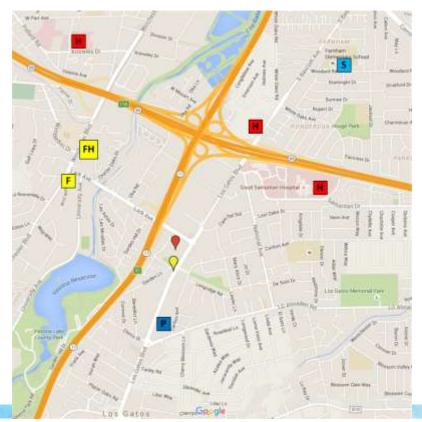
Water and Fuel Nexus

- No Cal Martinez refinery
- Total water consumption a little more than 3 billion gallons a year (BGY). Only about 2% is from well water, the rest is purchased from Contra Costa.
- <u>So Cal Carson refinery</u>
- Total Water a little less than 4.8 BGY. 1.3 BGY is well water and a little less than 1.6 BGY is reclaimed water from West Basin. 1.9 BGY is purchased from the CA water service company.
- So Cal Wilmington refinery
- Total Water about 1.9 BGY per year. Going forward we hope to get about 1.5 BGY from well water and the balance purchased from LADWP.

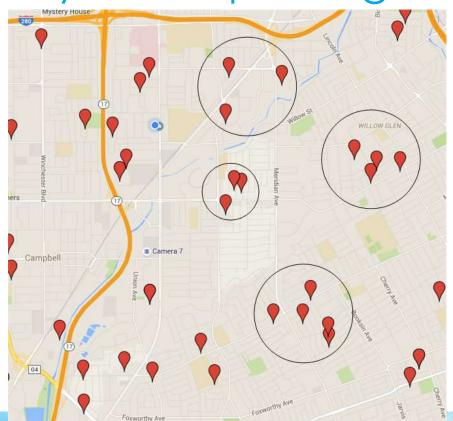
Key Components

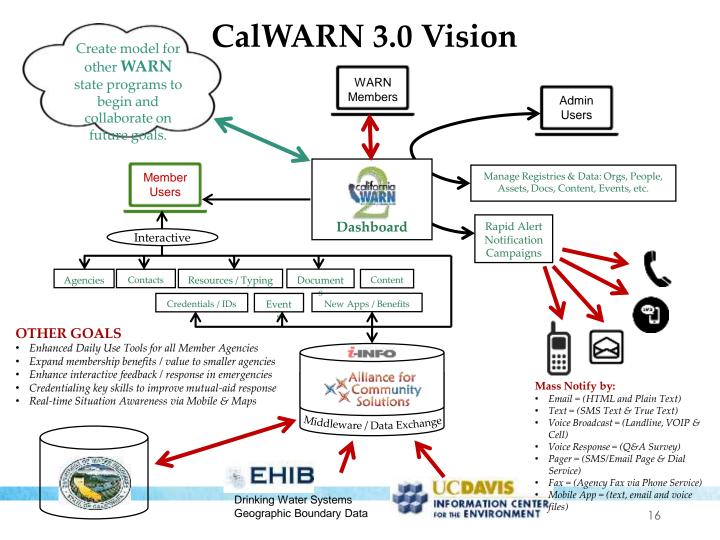


SJWC Fuel Plan - County

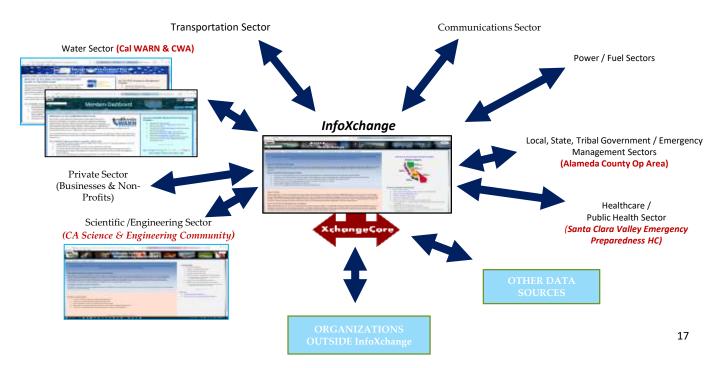


Employee Carpooling

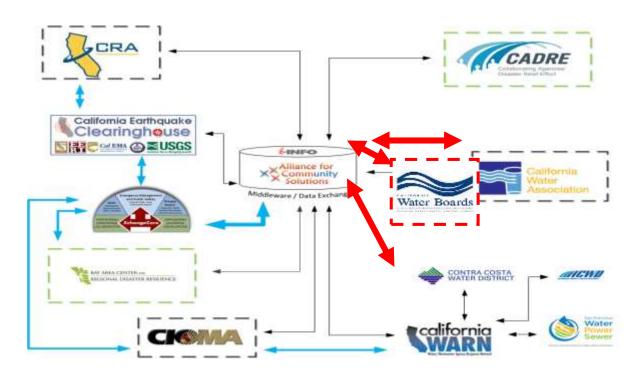




Existing and Potential Communities of Interest



The Great Mutual Assistance Network



Contact

Jim Wollbrinck Manager of Security and Business Resiliency 408-279-7804

jim.wollbrinck@sjwater.com

www.sjwater.com



Poll Question



California Energy Commission's Emergency Support Role – Fuel Set Aside Program

Emergency Fuel Planning Webinar 2018

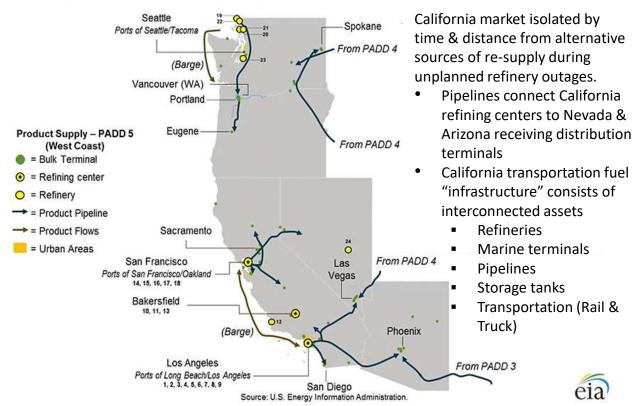
Justin Cochran, Ph.D.

Nuclear Policy Advisor &
Emergency Coordinator
California Energy Commission
Justin.Cochran@energy.ca.gov

California Energy Commission



PADD 5 – Western States Isolated





Petroleum Interdependencies

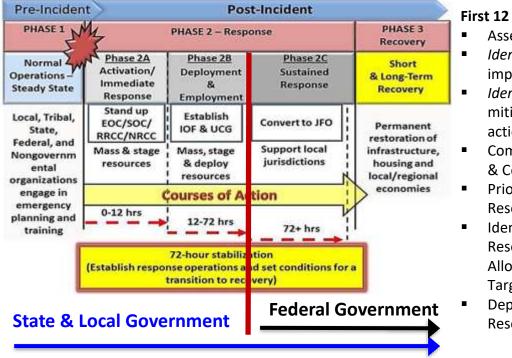
- California refineries depend on various outside services to sustain operations
 - Source water for process steam
 - Wastewater discharge handling requirements
 - Natural gas to augment still gas fuel production
 - Hydrogen from merchant producers
 - Acid deliveries for operation of alkylation facilities
- Retail fuel stations provide majority of gasoline and diesel fuel to the private sector – need electricity & telecom
- Road, Rail, Pipeline, and Port damage disrupt transportation corridors

Catastrophic Event = Abnormal Operations

Production, Distribution, Dependent Supply Chains, and Supporting Infrastructure **Disrupted or Broken!**



Simplified State Emergency Response Operations Timeline



First 12 – 24 Hours

- Assess damage
- *Identify* sector impacts
- Identify mitigation actions
- Communication & Coordination
- Prioritize Resources
- Identify Key Resource Allocation **Targets**
- Deploy Resources...



Fuels Set Aside Program (FSAP)

California statutes and Governor's Emergency Declaration authorizes the Energy Commission to hold "control and coordination" of petroleum stocks in California

- Formal Fuel Set-Aside Program (FSAP) for Emergency responders
 life and property
- Role of the Energy Commission: mediate communication between entities with fuel needs and entities with fuel stock
 - Coordinates with key partners to ensure critical fuel supplies get to where they are needed most
- Liquid transportation fuels, not electricity or natural gas
 - Gasoline & diesel fuel, Civilian and military jet fuel

Critical Fuel Planning Considerations

Storage Capacity, Burn Rates, Alternate Paths to Resupply, Established Emergency Communications, Key Partners Identify specific needs for short term & sustained operations!



Proactive Readiness Goals:Transportation Fuels Working Group

Fuels Working Group – Improve preparedness for response to a catastrophic event in California

Core Members: State and Federal agencies with authority/oversite and invitations

for Private Sector, State Agency, & Local government participation

Purpose: Identify specific goals and work solutions

Areas of Focus:

- Identify key interdependencies
- Quantify fuel demand & geographic scope for emergency needs
- Alternative fuel sources for Emergency Response activities
- Strategies for maximizing fuel delivery from outside California
 - Alternate routes of resupply and time factors
- Fuel supply inside impacted zones
 - Trapped first responders & critical resources





Proactive Readiness Goals:

Petroleum Waivers

- Likely scenario = insufficient transportation fuel supplies to meet normal demand following a catastrophic earthquake
 - Steps will need to be undertaken to increase fuel supply & decrease demand
- Waivers provide an ability to maximize alternative sources of transportation fuel supplies and minimize delivery timelines
 - Contingent on rapid approval of various fuel specification, logistics, and emission limit waivers from federal, state, and local entities
 - Fuel Quality waivers
 - Logistics waivers (Jones Act use of foreign marine vessels)
 - Emission limit waivers (emergency generator continuous use)
 - Decreased fuel demand activities (odd-even rationing)

Critical Fuel Planning Considerations

Emergency Contacts, Response/Recovery Coordination, & Minimal Operational Needs

Identify needs for Emergency Operational Cycle & Recovery Plan!



Thank You

California Energy Commission Emergency Coordinator Contact

Justin Cochran, PhD
California Energy Commission
(916) 657-4353
Justin.Cochran@energy.ca.gov

1516 Ninth Street, MS-39 Sacramento, CA 95814-5512 Phone: 916-654-4996



Poll Question

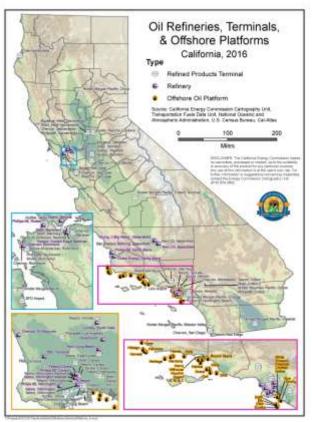


Ryan Hanretty

Executive Director

California Fuels and Convenience Alliance

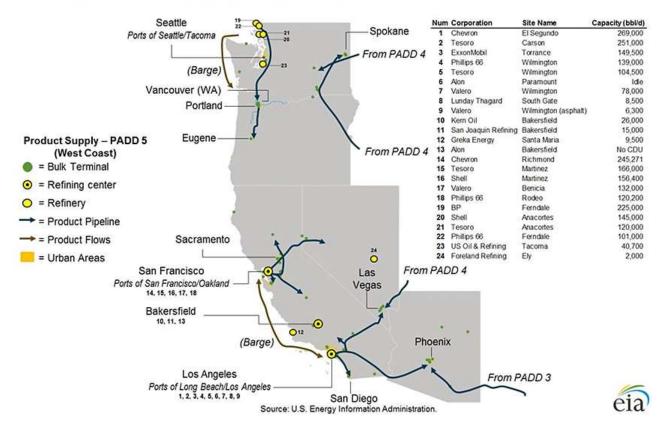
California's Refiners



- 12 refineries produce transportation fuels that meet California standards
 - 42.4 million gallons per day gasoline
 - 10.1 million gallons per day diesel fuel
 - 10.6 million gallons per day jet fuel
- 8 smaller refineries produce asphalt and other petroleum products
- Important source of transportation fuel to neighboring states
 - NV 85 percent, AZ 35 percent
- Processed 1.612 million barrels per day of crude oil during 2016

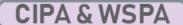
Western States Isolated

Figure 1. West Coast petroleum product supply map



FUEL & CONVENIENCE SUPPLY CHAIN

How CFCA fuels the economy and every community in California



CFCA - Small family-& minority-owned businesses











Fuel Marketers and Convenience Stores

Industry Numbers

- Over 100 Fuel Marketers in California
- About 12,000 Gas Stations/Convenience Stores
- And this doesn't include cardlocks (unmanned fueling stations)

Industry Role

- Our industry is full of logistics experts for moving liquid fuel to where it is needed most.
- Fuel Marketers will enter into MOUs with municipalities and other businesses to provide fuel in an emergency scenario.
- Decades of experience setting up safe fueling locations, as we do this with every wildfire that is fought here in California.
- Marketers own trucks, contract with trucking companies, and have relationships with convenience store owners, refineries, and other folks (Ag, fleets, etc.) that have tanks of fuel.
- Convenience stores have tanks, bulk facilities that we own store fuel, and these locations will be where a short supply will be found in the immediate wake of disaster.

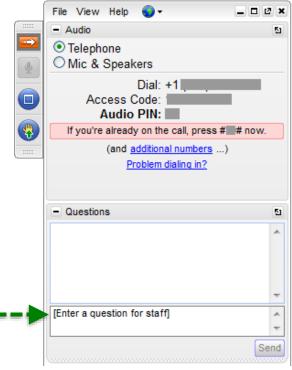
Know Your Fueling Needs

- Know your fuel needs and prepare before you need fuel.
- After an emergency, a run on fuel is a very likely scenario.
 - CFCA and government agencies will coordinate to move fuel where it is needed.

CFCA should be a resource to connect with our industry in your area. We are happy to help and emergency planning has become a large focus for our industry these past few years.



How to Ask a Question



Type and send --



Thank You

WaterISAC Contact Information:

1-866-H2O-ISAC

Michael Arceneaux

Managing Director arceneaux@waterisac.org

Chuck Egli

Lead Analyst egli@waterisac.org

Paul Laporte

Member Relations Manager laporte@waterisac.org

Jennifer Walker

Cybersecurity Risk Analyst walker@waterisac.org

Mikko McFeely

Resilience Program Manager mcfeely@waterisac.org