

# Aliso Canyon Reliability Briefing to the Porter Ranch Community Advisory Committee

Edward Randolph, Energy Division Director, California Public Utilities Commission

#### Introduction: Aliso Canyon Gas Storage Facility

- Facility is one of largest in U.S.
  - Serves 11 million citizens
  - Holds 86 billion cubic feet of working gas
- Winter and summer peak demands require gas from storage
- SoCalGas operates three other gas storage fields
  - Aliso is the only field that can effectively support demand in LA Basin.

#### Gas consumption is seasonal; pipe flows are limited

- Gas from Aliso provides energy during winter and summer peaks
  - Winter peaks occur on cold days when buildings use significant gas for heating.
  - Summer peaks occur on hot days, when gas-fired generators supply power to air conditioners.
- Gas delivered to LA Basin is limited by pipeline capacity and the speed at which gas moves

### The SoCalGas System



#### Two types of gas customers

1. Core – homes and businesses

- 2. Non-core industrial users, refineries, hospitals, electric generators
  - When gas supplies are short, non-core customers are curtailed first
  - Curtailments periodically occur, due to weather, factors affecting gas supplies, or outages affecting pipeline capacity

#### Types of Non-Core Customers

| Non-core customer type* | Count | Winter Peak MMCFD*** | Summer Peak MMCFD*** |
|-------------------------|-------|----------------------|----------------------|
| Hospitals               | 61    | 26                   | 24                   |
| Electric generation     | 18    | 1,085                | 1,266                |
| Refineries              | 14    | 501                  | 501                  |
| Municipal government    | 4     | 4                    | 3                    |
| Other**                 | 315   | 306                  | 275                  |
| Total                   | 412   | 1,922                | 2,069                |

<sup>\*</sup>Count is comprised 412 bill accounts in the North and South LA Basin. Some customers may have more than 1 bill account.

<sup>\*\*</sup>Includes other commercial/industrial customers as well as customers that have on-site electric generation

<sup>\*\*\*</sup>Sum of non-coincident peaks

## Aliso serves 18 gas fired power plants, representing ~9,800 MW capacity.

|    | Electric Generation Station                           |
|----|---|
| 1  | LADWP Haynes Generation Station                       |
| 2  | LADWP Scattergood Generation Station                  |
| 3  | LADWP Valley Generation Station                       |
| 4  | LADWP Harbor  |
| 5  | SCE Alamitos Toll                                     |
| 6  | SCE Huntington Beach Generating Station               |
| 7  | SCE Redondo Beach                                     |
| 8  | SCE Barre Peaker                                      |
| 9  | SCE Center Peaker                                     |
| 10 | El Segundo Energy Center, LLC                         |
| 11 | El Segundo Power, LLC                                 |
| 12 | Long Beach Generation, LLC                            |
| 13 | City of Glendale                                      |
| 14 | City of Burbank                                       |
| 15 | City of Pasadena                                      |
| 16 | City of Anaheim - Canyon Power                        |
| 17 | City of Vernon - Malburg                              |
| 18 | Southern California Public Power Authority – Magnolia |

Storage reduced to 15 Bcf; Contingency planning underway

 CPUC order directed SoCalGas to reduce stored gas to 15 Bcf; no new injections

 15 Bcf preserves ability to serve core customers this winter and reduces risks to electric reliability this summer

#### Must use the 15 Bcf Prudently

- The immediate need is to protect core for rest of winter.
- Upcoming, need to use remaining storage to help preserve electric generation for remainder of winter and into summer.
- Summer reliability is unclear given uncertainty about weather and how much of the 15 bcf might be consumed by summer.
- Without new injections, Winter 2016-2017 reliability is unclear.

#### Preliminary Steps to Help This Summer

- Created: Joint Agency Coordination Committee with Heads of CEC, CAISO, and CPUC
- CPUC, CEC and CAISO will identify actions to reduce gas and electric reliability risk.
- CEC heading coordination between CAISO and LADWP.
- CPUC analyzing solutions to reduce gas demand in the basin (efficiency, demand response, fuel switching) and exploring rule changes that ensure maximum pipeline deliveries.
- Assessment of changes to operation of gas-fired power plants in LA Basin is underway.