## Tsunami threat a challenge for West Coast LNG project Exclusive

■ Add To ▼ **PDF** Print 🔽 Email Feedback

Monday, May 15, 2017 2:49 PM ET

By Rachel Adams-Heard

The first wave generated by a large earthquake off the West Coast could reach the proposed Jordan Cove LNG export terminal 25 minutes after the shaking stops.

The second wave would follow 30 minutes later, compounding on retreating water.

The third wave, smaller than the others, would arrive 47 minutes after the first.

The threat of a tsunami is not new to the West Coast. But building an LNG export terminal on the western shore of the contiguous United States is new, and those opposed to the Jordan Cove LNG export project are raising the threat of such a catastrophic event as the developers once again try to win federal approval for the contested \$10 billion (/web/client?auth=inherit#news/article?KeyProductLinkType=2&id=40578985) project.

"It defies logic," wrote Martha Gregor of North Bend, Ore., in an April 9 letter to the Federal Energy Regulatory Commission. "No amount of 'packing' the soils will prevent total destruction by a tsunami."

Developers have said the project, sponsored by Alberta's Veresen Inc. (/web/client? auth=inherit#company/profile?KeyProductLinkType=2&id=4089109), would be built to withstand the largest wave forecast for a massive earthquake measuring 9.0 on the Richter magnitude scale. The site would be elevated 30 feet or more using material dredged from the shipping berth. This would put the terminal above the tsunami inundation zone, according to Jordan Cove spokesman Michael Hinrichs.

But Jay Wilson, the volunteer chairman for the Oregon Seismic Safety Policy Advisory Commission, said it is difficult to prepare for an event that experts expect to wreak havoc on coastal infrastructure but on a timeline they cannot predict.

"For people to manage a problem that begins during an earthquake and then [multiplies when] a tsunami brings all this debris ... I question that," he said. "Is it reasonable to expect that you have staff there at all times that could manage something that may or may not happen over the next couple of decades?"

Geologists and seismic experts on the West Coast have warned that an earthquake and tsunami comparable to the one that devastated Japan in 2011



A sign points to the tsunami evacuation route in nearby Charleston, Ore.

Source: Associated Press

will hit the U.S. West Coast sometime in the next several decades, potentially affecting 700 miles of coastline up to 100 miles inland. Depending on where the earthquake hits, the wave could arrive on the shore as soon as five minutes after the shaking, Wilson said.

"There's no question that [Jordan Cove] is located in an area that has seismic and tsunami hazards," said lan Madin, chief scientist for the Oregon Department of Geology and Mineral Industries. "That's the case with the entire Oregon coast."

The Oregon agency reviews infrastructure to assess potential hazards in events such as earthquakes or tsunamis, but because federal regulations pre-empt state and local rules for natural gas facilities, the agency's role in evaluating Jordan Cove has been strictly voluntary. Madin said it is difficult for the agency to take on full analysis of proposals outside its mandated responsibilities.



"We don't have the capacity to do that for free," he said.

In the Oregon agency's review of Jordan Cove's original proposal, 11 geologic faults were identified as "seismic sources" close enough to the project to affect it, according to FERC. The offshore Cascadia subduction zone is the source of the earthquake identified by FERC staff in a September 2015 environmental impact statement that could bring the first of a series of large waves to Jordan Cove in 25 minutes.

Yet despite the likelihood of a tsunami, the commission staff determined Jordan Cove would be elevated and protected enough that such an event would not pose a major threat. "We therefore conclude that the site-specific tsunami studies, coupled with Jordan Cove's mitigation measures, indicate that the site is not unsuitable because of tsunami hazards,"

## staff wrote.

Following the tsunami in Japan, the Shin Minato LNG import terminal shut down for several months so the operator could address damage to piping, buildings, pipe supports and electric systems. However, no LNG was released as a result of the tsunami, and the tanks that store the liquid fuel were undamaged. FERC staff noted the performance of the Japanese terminal in the EIS for Jordan Cove.

The federal commission ultimately rejected (/web/client?auth=inherit#news/article? KeyProductLinkType=2&id=35744620) Jordan Cove's original proposal in March 2016, saying there was not enough market need for a roughly 232-mile greenfield supply pipeline to justify the environmental and community impacts. The commission denied (/web/client?auth=inherit#news/article? KeyProductLinkType=2&id=38655676) Jordan Cove's rehearing request in December 2016.

Now with a new application, Jordan Cove is hoping changes to its proposal and support from the White House will give the project the boost it needs. Among the changes, developers are no longer planning to include a power plant on the site, and the pipeline route has been modified in an effort to accommodate landowners' requests. (FERC docket PF17-4)

The proposed venture is still subject to local resistance from residents who say they will be left out of the potential benefits and left vulnerable to impacts.

Christi Tezak, managing director at the energy research firm ClearView Energy Partners LLC, described the project's troubles with the community. "Canadian gas on a greenfield pipeline to export markets? What's not to love?" Tezak said. "You have no local players, and I think that's the problem."

Voters in Coos County, Ore., will decide May 16 whether to pass a measure (/web/client? auth=inherit#news/article?KeyProductLinkType=2&id=40598451) that would ban the transportation of natural gas through the county except for local use. Jordan Cove has spent roughly \$360,000 to shut down the measure.

Only one LNG export terminal is operating in the Lower 48: Cheniere Energy Inc. (/web/client? auth=inherit#company/profile?KeyProductLinkType=2&id=4100855)'s Sabine Pass in Louisiana. Dominion Energy Inc. (/web/client?auth=inherit#company/profile?KeyProductLinkType=2&id=4226114)'s Cove Point export terminal is nearing completion at an existing import facility in Maryland. Almost all of the remaining U.S. LNG export projects are under construction or proposed along the Gulf Coast, where communities are familiar with large energy infrastructure projects and where the tsunami risk is much lower.

RELATED CONTENT			
Sources			
Related Companies			
Related SNL Articles			
MOST POPULAR			
	1 day	3 days	7 days
Most Read	Most Emailed		
EXTRA Vistra Energy, Dynegy agree to merge in all-stock deal 7 hours ago			
EXTRA Wind farm application in South Dakota tripped up by single word 2 days ago			
Report: First charges filed in Trump-Russia probe 2 days ago			
<b>EXCLUSIVE</b> The Daily Dose: Vistra Energy to buy Dynegy; SC lawmakers not ready to give up V.C. Summer 7 hours ago			

Trump eyes billions of dollars in energy deals during China visit 7 hours ago

## MIDSTREAM: LIQUEFIED NATURAL GAS > EXTRA Sempra defends Oncor deal structure after Texas regulator raises concerns 37 minutes ago EXTRA Dominion's Cove Point to start producing next month, CEO says 1 hour ago EXTRA Dominion reiterates strong earnings growth, quiet on Millstone legislation 1 hour ago EXTRA Jordan Cove LNG project divides Oregon on economy, environment 5 hours ago **ENVIRONMENT: ECOSYSTEM** > EXCLUSIVE Clean Markets: Pruitt to ink Clean Power Plan repeal; New York unveils plan to meet Paris goals Tuesday, October 10, 2017 **ENVIRONMENT: WATER** > EXTRA Duke Energy releases detailed action plans, maps for dams at coal ash sites Tuesday, October 10, 2017 EXTRA Atlantic Coast Pipeline working with North Carolina on erosion plan Monday, October 09, 2017 EXCLUSIVE Q&A: Regulatory review is top priority for new PHMSA official Tuesday, October 03, 2017 **EXCLUSIVE** Clean Markets: FERC to modify environmental reviews; RGGI to release final model program rule Tuesday, October 03, 2017 **MIDSTREAM: EXPORTS** > EXTRA Dominion's Cove Point to start producing next month, CEO says 1 hour ago EXTRA Dominion reiterates strong earnings growth, quiet on Millstone legislation 1 hour ago EXTRA Jordan Cove LNG project divides Oregon on economy, environment 5 hours ago **EXCLUSIVE** The Gas Meter: The US gas industry's quest for export dominance 3 days ago

S&P Global Market Intelligence, 55 Water Street, New York, NY 10041 Site Map Usage of this product is governed by the Master Subscription Agreement (https://www.snl.com/ds/msa4.pdf). Privacy and Cookie Notice (http://www.snl.com/PrivacyPolicy.aspx) Legal Disclaimer (http://marketintelligence.spglobal.com/home/legal-disclaimer.html) Site content and design Copyright © 2017, S&P Global Market Intelligence.

For your protection, your IP address has been logged:216.197.69.134