



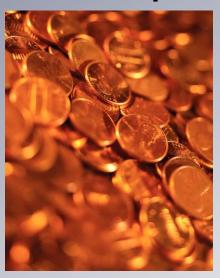
Regulatory and Compliance Landscape





First Question of the Day

- Which is worth more?
- 1978 pennies or 1987 pennies

















Safety of On-Shore Hazardous Liquid Pipelines (NPRM stage)

- ANPRM published 10/18/2010
- Comment period closed January 18, 2011
- NPRM drafted and undergoing review
- NPRM anticipated in fall 2012
- Major topics under consideration:
 - Scope of the pipeline safety regulations for hazardous liquid lines
 - Criteria for designation as a High Consequence Area (HCA)
 - Leak detection and Emergency Flow Restricting Devices
 - Valve spacing
 - Repair criteria in non-HCA areas
 - Stress Corrosion Cracking (SCC)

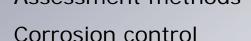




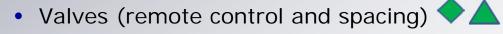


Safety of Gas Transmission Lines (NPRM stage)

- ANPRM Published 8/25/2011
- Comment period closed 1/20/2012
- Topics under consideration:
 - Definition of HCA
 - Repair criteria •
 - Assessment methods



- Grandfather exception A
- Gas gathering







Developing NPRM





Gas Transmission II

- ☐ This rule will address:
 - Data from revised Gas Transmission Annual Report (approved by OMB on 12/5/2012)
 - Grandfather clause
 - Miles of GT pipe for which operators have incomplete records to verify their MAOP
 - Piggability of Gas Transmission lines





Excavation Damage Prevention (NPRM stage)

- □ Rulemaking to enforce damage protection laws in States that have inadequate enforcement to protect safety. Complies with PIPE's Act 60114(f).
- □ NPRM published 4/2/2012
- ☐ Comment period closed 7/9/2012
- □ Reviewing comments





Excavation Damage Prevention (NPRM stage) Cont.

- Proposals in the Excavation Damage NPRM include:
 - Criteria and procedures for determining adequacy of state pipeline excavation damage prevention law and enforcement programs
 - Administrative process for making adequacy determinations
 - Requirements PHMSA will enforce in states with inadequate excavation damage prevention law enforcement programs
 - Adjudication process for administrative enforcement proceedings against excavators where Federal authority is exercised.
- Reviewing comments on NPRM







Miscellaneous Rulemaking (FR coming)

- Addressed several miscellaneous amendments to the PSR based on petitions for rulemaking, NAPSR recommendations and staff initiative.
- NPRM published 11/29/2011
- ☐ Comment period expired 3/6/2012
- TAC meeting vote in July 2012





If someone says "I always lie", are they telling the truth?
 Or are they lying?





EFV Expansion beyond Single Family Residences (ANPRM stage)

- Rule will evaluate whether EFVs should be required for:
 - branched service lines serving more than one single family residence
 - multi-family residential dwellings
 - commercial buildings
 - public buildings
 - industrial facilities.







EFV Expansion Beyond Single Family Residences (ANPRM stage) Cont.

- ANPRM published 11/25/2011
- Comment period closed 3/19/2012
- Approximately 20 comments received
- Developing a census (through Info collection process) of gas distribution operators to obtain cost-benefit information for the rulemaking
 - published on 5/15/2012
 - comments ending 7/16/2012





Standards Update (Developing NPRM)

- Addresses the set of IBR standards throughout PHMSA's part 192, Part 193 and Part 195 code with updated revisions of standards from all standard organization bodies.
- This NPRM would address about 30 of the 60 standards that we currently IBR.
- Per recent statute all IBR standards pertaining to 60102 shall be available free of charge over the Internet. PHMSA is working to find a resolution with the standard organizations and with the rule itself.
- Public Workshop held July 13 at DOT HQ in DC on standards mandate requirement
- Address Truck Transport of Pipe







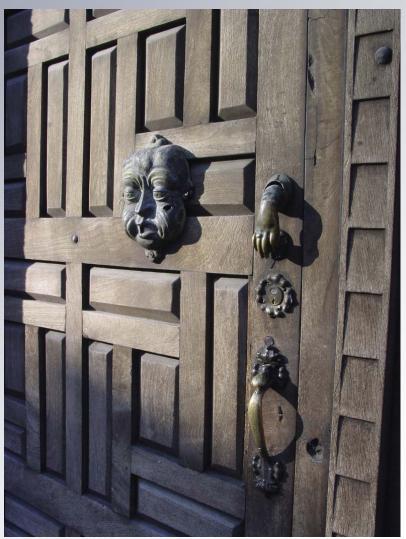
Part 190 (Developing NPRM

- Addresses issues related to Part 190 and reauthorization issues related to:
 - OPA enforcement
 - civil penalties
 - Administrative of rement process













Miscellaneous II

- This rule will address reauthorization issues related to:
 - Incident Reporting
 - Cost Recovery
 - Exceedance of MAOP
 - Biofuels
 - Carbon dioxide
 - Renewal process for special permits
 - Other issues to be determined







Mapping (Developing NPRM)

- Rule topics considered:
 - Improving data accuracy (currently 500 ft.)
 - Collection of data on pipeline attributes including:
 - Diameter
 - Pump/compressor locations
 - MAOP/MOP
 - Pipe grade
 - Operating SMYS
 - Piggability
 - Leak detection

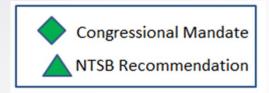




Current Rulemakings in Development

NFPA 58/59

- Section 192.11 which states that with a conflict between 192 and NFPA 58 or 59, NFPA 58 or 59 shall apply improving data accuracy (currently 500 ft.)
- Update the IBR revision for NFPA 58 and 59 to revision 2011 and 2012, respectively. ◆







Current Rulemakings in Development

Plastic Pipe

- Developing an ANPRM to address the following plastic pipe topics:
 - Focus on gas lines
 - Composite pipe petitions
 - Authorized use of PA12 at higher pressures
 - AGA petition to raise D.F. from 0.32 to 0.40 for PE pipe
 - Characterization of "Plastic Pipe" to "Non-metallic pipe"
 - Enhanced Tracking and traceability

(Some of these topics may result in new IBR materials) 🔷







NTSB Recommendation

Current Rulemakings in Development

NACE Standards

- This proposed rule would incorporate by refrence consensus standards governing conduct of assessments of the vivisical condition of in service pipelines.
- Assessments of the physical and lion of in-service pipelines used include: (Standards availability)
 - In-line inspection
 - Internal corrosion direct assessment
 - Stress corrosion cracking direct assessment
- □ Incorporation of the consensus standards would assure better consistency, accuracy and quality in pipeline assessments conducted using these techniques.
 Congressional Mandate





Pending Rulemakings

Mandates that require additional study and/or rule

- Leak Detection Workshop held March 27.
 - Contract has been initiated and anticipate completion in fall 2012
- Valves (remote controlled) Workshop held March 28 ◆ ▲
 - Contract has been initiated and anticipate completion in fall 2012
 - Comptroller General also required to do study (retrofit)





PURCELL, Okla. – Under cover drug agents defuse a mini meth lab found inside a porta-potty in the middle of a golf course Tuesday in Purcell.

Staffers noticed strange sports drink bottles with chemicals inside the porta-potty and called police.

Officers arrived and soon realized someone had been inside making meth using the "shake and bake" method.

Three bottles were found, two of them exploded before detectives arrived.

Agents were able to neutralize the third one without the harmful chemicals erupting.

"If someone would have been in the porta-pot when it happened they might have gotten hurt by the flying plastic and the chemicals," Purcell Dt. Cpl. Scott Stephens said.

Investigators said they have a lead on one suspect but said they believe others could be involved.

The inside of the unit was damaged but agents were able to submit latent fingerprints to a crime lab.







Safety of On-Shore Hazardous Liquid Pipelines (NPRM stage)

- NPRM drafted and undergoing OST review
- ANPRM published 10/18/2010
- Major topics under consideration:
 - Require Assessments beyond High Consequence Areas (HCAs)
 - Leak detection and Emergency Flow Restricting Devices *
 - Repair criteria in HCA and non-HCA areas*
 - Stress Corrosion Cracking (SCC)
 - Require Piggability for all HCAs
 - Extend reporting to all Gathering lines
 - Remove exceptions for gravity lines

*Congressional Mandate
**NTSB Recommendation





Safety of Gas Transmission Lines (NPRM stage)

- Draft Under Review by Legal
- ANPRM Published 8/25/2011
- Major Topics under consideration:
 - Expand assessments beyond HCAs
 - Repair criteria *
 - Assessment methods * **
 - Corrosion control
 - Expand gas gathering reporting requirements
 - Management of change
 - Seismicity rqts *
 - MAOP exceedance reporting *

*Congressional Mandate

**NTSB Recommendation





Excavation Damage Prevention (Final Rule stage)

- Review(Internal) Draft of Final Rule
- Adv. Committee approval vote December 2012
- □ NPRM published 4/2/2012
- Major Topic
 - Enforce damage protection laws in States that have inadequate enforcement to protect safety. Complies with PIPE's Act 60114(f).





Miscellaneous Rulemaking (Final Rule stage)

- □ Final Rule Draft Under Review by Legal
- Adv. Committee approval vote in July 2012
- NPRM published 11/29/2011
- Major Topics
 - performance of post-construction inspections
 - leak surveys of Type B onshore gas gathering lines
 - requirements for qualifying plastic pipe joiners
 - regulation of ethanol
 - the transportation of pipe





EFV Expansion beyond Single Family Residences (NPRM stage)

- Draft of NPRM under Review by Legal
- ANPRM published 11/25/2011
- Major Topics
 - Rule will propose to require EFVs for:
 - branched service lines serving more than one single family residence * **
 - multi-family residential dwellings * **
 - commercial buildings * **

*Congressional Mandate
**NTSB Recommendation





Standards Update (NPRM stage)

- Preparing NPRM Draft for Review
- Major Topics:
 - Addresses the set of IBR standards throughout PHMSA's part 192, Part 193 and Part 195 code with updated revisions of standards from all standard organization bodies.
 - This NPRM would impact about 30 of the 60 standards that we currently IBR.
 - Per recent statute all IBR standards pertaining to 60102 shall be available free of charge over the Internet. (Most SDOs comply) *
 - Address Truck Transport of Pipe **

*Congressional Mandate

**NTSB Recommendation





Part 190 (Final Rule stage)

- □ PHC completing draft of final rule
- Adv. Committee approval vote December 2012
- NPRM published 8/13/2012
- Major Topics
 - Addresses issues related to Part 190 and with reauthorization issues related to:
 - OPA enforcement *
 - Civil penalties *
 - Administrative enforcement process *

*Congressional Mandate
**NTSB Recommendation





Miscellaneous II (NPRM stage)

- This rule will address reauthorization issues related to:
 - Incident Reporting *
 - Cost Recovery *
 - Carbon dioxide*
 - Renewal process for special permits
 - Other issues to be determined
 - OQ

*Congressional Mandate

**NTSB Recommendation





Mapping (NPRM Stage)

- ☐ This rule will address issues related to:
 - Improving data accuracy (currently 500 ft.)
 - Collection of data on pipeline attributes including:
 - Diameter
 - Pump/compressor locations
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 - Pipe grade
 - Operating SMYS
 - Piggability
 - Leak detection





Plastic Pipe (ANPRM stage)

- Developing an ANPRM to address the following plastic pipe topics:
 - Focus on gas lines
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 - Authorized use of PA12 at higher pressures
 - AGA petition to raise D.F. from 0.32 to 0.40 for PE pipe
 - Enhanced Tracking and traceability





Mandates that require additional study and/or rule

- Leak Detection
 - Preparing Reg Support Paper
 - Study submitted to Congress December 2012
 - Workshop held March 27. *
- Valves (remote controlled)
 - Preparing Reg Support Paper
 - Workshop held March 28
 - Study submitted to Congress December 2012 * **
 - Comptroller General also required to do study (retrofit)

*Congressional Mandate
**NTSB Recommendation

