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Dates of Interest

<u>April 2019</u>

12	Comments due on <u>Pipeline</u> <u>Safety: Information</u> <u>Collections</u>
14-17	<u>GPA Midstream 2019</u> Convention, San Antonio, TX
23	NTSB Meeting on Silver Spring, Maryland, Natural Gas Explosion, Washington, DC

29-5/3 2019 AGA Operations Conference & Biennial Exhibition & Spring Committee Meetings, Nashville, Tenn.

<u>May 2019</u>

- 1 Application Deadline for PHMSA One Call Grant
- 1 Application Deadline for <u>PHMSA State Damage</u> <u>Prevention Program Grant</u>
- 3 Application Deadline for <u>PHMSA Technical Assistance</u> <u>Grants</u>
- 3 Application Deadline for PHMSA CAAP Grant
- 7-9 SGA Practical In-Line Inspection Workshop, Tulsa, OK
- 8 Comments due on DOT Notice of Review of Guidance
- 21 Comments due on <u>PHMSA</u> <u>Information Collection</u>
- 21-22 <u>SGA Gas Pipeline Integrity</u> <u>Management Seminar</u>, Houston, TX
- 21-23 <u>SGA Advanced In-Line</u> <u>Inspection Workshop</u>, Dublin, OH

<u>June 2019</u>

- 4-5 <u>SGA Pipeline Safety</u> <u>Management Systems</u>, Houston, TX
- 25-26 <u>PHMSA GPAC Meeting</u>, Washington, DC
- 26-28 2019 AGA Construction Inspection Workshop, Las Vegas, NV

Pipeline Safety Update

ISSUE NO. 148 – APRIL 12, 2019

Susan Olenchuk, Bryn Karaus, and Marco Bracamonte

PHMSA seeks comments on proposal to increase information submitted to NPMS. Update on Reauthorization of the Pipeline Safety Act. PHMSA Rulemakings Update. PHMSA issues advisory bulletin identifying actions operators should take to address potential flooding damage. Executive Order directs PHMSA to revise LNG safety regulations. PHMSA announces application deadlines for several pipeline safety grants. AGA releases white paper providing guidance on workforce knowledge, skills and communications. API and AOPL release annual report on pipeline safety performance.

PHMSA Seeks Comments on Proposal to Increase Information Submitted to NPMS

On April 11, the Pipeline and Hazardous Materials Safety Administration (PHMSA) published a <u>notice</u> <u>and request for comments</u> on an information collection to be submitted to the Office of Management and Budget (OMB) that would increase the geospatial data that operators of gas transmission pipelines, hazardous liquid pipelines, and liquefied natural gas (LNG) facilities submit to the National Pipeline Mapping System (NPMS). PHMSA also released an updated draft <u>2019 NPMS Operator Standards</u> <u>Manual</u>. **Comments on the information collection are due May 13**.

Background: The Pipeline Safety Act directs operators of pipeline facilities (except distribution and gathering pipelines) to submit geospatial data and technical data, such as design and material specifications, to PHMSA for use in the NPMS. PHMSA has collected data for the NPMS since 1998. The revised information collection described in PHMSA's notice was first proposed in 2014 and modified in 2016. The notice responds to comments received at that time.

Withdrawn Data Elements: PHMSA is withdrawing the proposal to require submission of the following data elements: the maximum allowable operating pressure (MAOP) or maximum operating pressure (MOP); percentage of SMYS (specified minimum yield strength); whether a hazardous liquid pipeline segment could affect a drinking water Unusually Sensitive Area; pump and compressor station locations; mainline block valve locations; and gas storage fields. If collected, these elements would be designated as Sensitive Security Information (SSI). PHMSA removed them from the proposal pending further research into safeguards and procedures for collecting this information.

Proposed Additional LNG Data Elements: With respect to LNG facilities, PHMSA proposes to require the submission of the following new attributes: type of plant, year constructed, capacity, impoundments and exclusion zones. This information would be viewable only by government officials via the Pipeline Information Management and Mapping Application (PIMMA). Information viewable by the public would include plant location.

Proposed Additional Pipeline Data Elements: PHMSA proposes to require the submission of the following data elements on a phased-in basis. Data elements that would be viewable by the public are noted with an *. All other data elements would be viewable only by government officials via PIMMA.

Phase I – to be collected the first submission year after the effective date.

Pipe diameter Commodity detail *Pipe Material *Pipe join method In-line inspection (y/m)

1

Class Location Gas HCA segment *Abandoned Pipelines *Onshore/Offshore Coated (y/n)

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State-Specific Association Meetings

<u>April 2019</u>

16-18	VA State Corporation
	Commission Damage
	Prevention Conference,
	Virginia Beach, VA

24-26 <u>TN Damage Prevention</u> <u>Summit</u>, Murfeesboro, TN

<u>May 2019</u>

15-17	AR Damage Prevention		
	Summit, Little Rock, AR		

30-31 <u>PA Gas Transmission &</u> <u>Distribution Seminar</u>, Camp Hill, PA

<u>July 2019</u>

29-8/1 LGA Pipeline Safety Conference, New Orleans, LA

Van Ness Feldman's Environmental Cost Recovery Unit

Recognizing client demand for efficient environmental cost recovery strategies particularly tailored to today's challenging business conditions, Van Ness Feldman has established an environmental cost recovery unit (CRU) that enables clients to maximize use of customized fee structures and insurance assets for environmental cost recovery. The CRU team is comprised of former government enforcement attorneys and insurance recovery specialists to support clients in prioritizing, funding, and maximizing environmental cost recovery efforts.

Click here for more information.

*Breakout Tanks (only locations and attributes, but not capacity, will be publically viewable)

*LNG Plant location and attributes not restricted to government officials

Phase II - to be collected the second submission year after the effective date.Pipe GradeFacility Response Plan SSeam TypeWhether segment could

Wall Thickness Decade of Installation Facility Response Plan Sequence No. Whether segment could affect HCA Most recent assessment method Most recent assessment year

 Phase III: In 2024, the following positional accuracy requirements become effective:

 Hazardous liquid pipeline operators:
 Required positional accuracy of +/- 50 feet

Gas transmission pipeline operators:

Required positional accuracy of +/- 50 feet accuracy for all segments in Class 2, Class 3, or Class 4 areas; within an HCA; or have one or more buildings intended for human occupancy or an identified site within the PIR.

All other gas transmission pipeline segments:

Required positional accuracy of +/- 100 feet.

Update on Reauthorization of the Pipeline Safety Act

Senators Edward Markey and Elizabeth Warren introduce pipeline safety legislation. On April 9, Senators Edward Markey (D-MA) and Elizabeth Warren (D-MA) introduced <u>S.1097</u> proposing a number of changes to the Pipeline Safety Act. The proposed legislation would, among other things (1) mandate certain revisions to regulations relating to distribution integrity management programs (DIMP) and emergency response plans; (2) address PHMSA's evaluation of state pipeline safety programs; (3) mandate pipeline safety management systems; (4) impose recordkeeping requirements for distribution operators; (5) require that professional engineers approve of certain pipeline safety tasks; (6) require upgrades to district regulator stations; and (7) increase the federal civil penalty limit from \$200,000 to \$20 million per day and from \$2 million to \$200 million for a related series of violations.

On April 2, the House Committee on Transportation and Infrastructure's Subcommittee on Railroads, Pipelines, and Hazardous Materials convened a hearing on pipeline safety issues, with a focus on the status of rulemaking directives contained in the 2011 and 2016 reauthorizations of the Pipeline Safety Act. Witnesses included PHMSA Administrator, Howard "Skip" Elliott, National Transportation Safety Board (NTSB) member Jennifer Homendy, and representatives of several pipeline trade associations and pipeline safety advocacy groups. More information, including prepared statements and a video link to the hearing, is <u>here</u>.

On April 10, the Senate Commerce, Science, and Transportation Committee's Subcommittee on Transportation and Safety convened a hearing on pipeline safety. Witnesses included PHMSA Administrator, Howard "Skip" Elliott, NTSBA Chairman, Robert Sumwalt, and representatives of gas and hazardous liquid pipeline industry. More information is <u>here</u>.

PHMSA Rulemakings Update. The chart below shows the status of PHMSA' pending pipeline safety rulemaking initiatives as reflected in DOT's March <u>Significant Rulemaking Report</u>, PHMSA's status <u>Chart</u> of legislatively mandated actions, and OMB's Office of Information and Regulatory Affairs (OIRA) Fall 2018 Unified Agenda of Regulatory and Deregulatory Actions. The Unified Agenda appears in two principal parts, <u>Current Agenda Agency Regulatory Entries for Active Actions</u> and <u>Current Long Term Actions</u>.

New information appears in bold.

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Recent Van Ness Feldman Publications

New Hazardous Waste Pharmaceutical Rule Imposes New Obligations on Health Care Providers – April 5, 2019

EPA Issues New Emergency Response Requirements for Community Water Systems – April 3, 2019

FERC Revisiting its Policy for ROE Determinations and Seeking Comments – March 22, 2019

<u>Emerging Technologies</u> <u>Update</u> – February 26, 2019

Federal Guidance on Section 404 Permitting Under Development – February 14, 2019

Van Ness Feldman Launches Environmental Cost Recovery Unit for Energy, Industrial, and Government Clients – February 1, 2019



	Pending Final Rules				
Proceeding	DOT Estimated Publication	OIRA Estimated Publication	PHMSA's Chart		
Emergency Order Procedures	April 22, 2019	October 2018	April 22, 2019		
Safety of Gas Transmission Pipelines, MAOP Reconfirmation, Expansion of Assessment Requirements and Other Related Amendments	August 20, 2019	March 2019	July 2, 2019		
Safety of Gas Transmission Pipelines, Repair Criteria, Integrity Management Improvements, Cathodic Protection, Management of Change, and Other Related Amendments	December 20, 2019	December 2019	Not Listed		
Safety of Gas Gathering Pipelines	December 20, 2019	December 2019	Not Listed		
Safety of Onshore Hazardous Liquid Pipelines	June 28, 2019	December 2018	June 18, 2019		
Underground Natural Gas Storage Facilities	July 2, 2019	December 2018	July 2, 2019		

Pending Notices of Proposed Rulemakings

Proceeding	DOT Estimated Publication	OIRA Estimated Publication	PHMSA's Chart
Class Location Requirements	November 15, 2019	September 2019	Not Listed
Gas Pipeline Regulatory Reform	August 14, 2019	May 2019	Not Listed
Liquid Pipeline Regulatory Reform	Not Listed	Feb. 2019	Not Listed
Periodic Standards Update	Not Listed	April 2020	Not Listed
Repair Criteria for Hazardous Liquid	Not Creatified	Next Action	Not Listed
Pipelines	Not Specified	Undetermined	
Valve Installation and Minimum Rupture Detection Standards	August 7, 2019	January 2019	August 7, 2019

Pending Advance Notices of Proposed Rulemakings

Proceeding		OIRA Estimated Publication	PHMSA's Chart
Coastal Ecological Unusually Sensitive Areas	Not Listed	April 2020	Not Specified

Other PHMSA Updates

PHMSA issues advisory bulletin identifying actions operators should take to address potential flooding damage. On April 11, in the wake of widespread flooding in the Midwest, PHMSA issued an advisory bulletin alerting operators of the potential damage that severe flooding, river scour, or river channel migration can cause to pipeline facilities. The advisory bulletin encourages operators to take a number of actions to prevent and mitigate damage and the effects of potential flooding, including: (1) utilizing experts in river flow to evaluate the potential for scour or channel migration at each pipeline river crossing; (2) determining the installation method of pipelines at river crossings to evaluate whether they can withstand flooding risks, and considering the installation of future pipeline uning horizontal directional drilling; (3) determining the maximum flow at rivers where pipeline integrity is at risk and implementing contingency plans to shut down and isolate those pipelines when flooding; (5) coordinating with emergency and spill responders and other pipeline operators; (6) performing frequent pipeline patrols; (7) communicating with local and state officials; and (8) assessing pipe conditions when floods subside.

Executive Order directs PHMSA to revise LNG safety regulations. On April 11, President Trump signed an <u>Executive Order</u> (EO) on Promoting Energy Infrastructure and Economic Growth that among other things requires PHMSA to issue new regulations updating the Part 193 LNG safety standards to reflect



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best practices and best-available technologies. The EO states that, to the maximum extent possible, the new regulations must reflect risk-based standards. PHMSA's existing regulations setting forth the design, construction, operation and maintenance requirements of LNG facilities were issued nearly 40 years ago. The EO also requires PHMSA to issue regulations allowing the transportation of LNG by rail car within 13 months.

PHMSA announces application deadlines for several pipeline safety grants.

- <u>One-Call Grant</u>: This grant helps fund state agencies' damage prevention efforts, including training, revising state underground damage prevention laws, compliance activities, and public education. The maximum award is \$60,000. The total amount available is \$1,058,000. Applications are due May 1.
- <u>State Damage Prevention (SDP) Grant</u>: The purpose of the SDP grant is to provide funding to assist states in establishing and improving state programs to protect underground pipeline facilities from excavation damage. The maximum award is \$100,000. The total amount available is \$1,500,000. Applications are due May 1.
- <u>Technical Assistant Grant (TAG)</u>: TAG grants provide funding to local governments, tribes, and nonprofit organizations for technical assistance related to pipeline safety issues. The maximum award is \$100,000. The total amount available is \$1,500,000. Applications are due May 3.
- <u>Pipeline Safety Research Competitive Academic Agreement Program (CAAP) Grant</u>: The CAAP grant provides funds to non-profit institutions of higher education for research innovation solutions to pipeline corrosion and other known pipeline integrity challenges. The maximum award is \$200,000. The total amount available is \$2,000,000. Applications are due May 3.

Updates from Industry

AGA releases white paper providing guidance on workforce knowledge, skills and communications. On April 8, the American Gas Association (AGA) released a white paper, "<u>Skills and Experience for Effectively</u> <u>Designing Natural Gas Systems</u>," that provides guidance to operators regarding how to develop, maintain, and enhance key technical competencies required to safely and effectively perform engineering work functions for natural gas systems. The paper addresses tiers of foundational knowledge, design approvals, ethical responsibility, management of change, and continuous improvement.

API and AOPL release annual report on pipeline safety performance. The American Petroleum Institute (API) and Association of Oil Pipe Lines (AOPL) released their annual liquids report, "Pipeline Safety Excellence Performance." The report provides data regarding incident rates for liquid pipelines and states that incidents affecting people or the environment decreased 20% over the last 5 years while pipeline mileage increased 12% during that time. The report also describes the industry's four key goals of promoting organizational excellence, improving safety through technology and innovation, enhancing emergency response preparedness, and increasing stakeholder awareness and involvement.

FOR MORE INFORMATION

Van Ness Feldman counsels clients on pipeline safety compliance, enforcement, and litigation under the Pipeline Safety Laws and Regulations and related statutes. If you are interested in additional information regarding pipeline safety matters or any PHMSA or pipeline related matter, please contact <u>Susan</u> <u>Olenchuk</u> at (202) 298-1896 or <u>sam@vnf.com</u>, <u>Bryn Karaus</u> at (202) 298-1821 or <u>bsk@vnf.com</u>, or any member of the firm's <u>Pipeline & LNG</u> practice group.

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