# **SENATE BILL 604**

E4, C5

3lr1369 CF 3lr2556

#### By: **Senator Zirkin** Introduced and read first time: February 1, 2013 Assigned to: Finance

## A BILL ENTITLED

1 AN ACT concerning

2		Public Safety – Gas Pipelines – Construction Requirements					
	 _					_	

FOR the purpose of prohibiting a gas transmission company from beginning
construction on a gas pipeline before the finalization of certain legal
proceedings, including approval by the Board of Public Works, permit and
license applications, condemnation proceedings, easement negotiations, and
appeals to certain judgments and determinations; defining certain terms; and
generally relating to the construction of gas pipelines.

- 9 BY adding to
- 10 Article Public Safety
- 11Section 15–101 and 15–102 to be under the new title "Title 15. Gas Pipeline12Safety"
- 13 Annotated Code of Maryland
- 14 (2011 Replacement Volume and 2012 Supplement)

15 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 16 MARYLAND, That the Laws of Maryland read as follows:

- Article Public Safety
  TITLE 15. GAS PIPELINE SAFETY.
  15–101.
  (A) IN THIS TITLE THE FOLLOWING WORDS HAVE THE MEANINGS
  INDICATED.
- 22 **(B) (1) "CONSTRUCTION" MEANS:**

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.

#### **SENATE BILL 604**

1(I) ANY PHYSICAL CHANGE AT A SITE, INCLUDING2FABRICATION, ERECTION, INSTALLATION, OR DEMOLITION; OR

(II) THE ENTRY INTO A BINDING AGREEMENT OR
CONTRACTUAL OBLIGATION TO PURCHASE EQUIPMENT EXCLUSIVELY FOR USE
IN CONSTRUCTION IN THE STATE OR TO UNDERTAKE A PROGRAM OF ACTUAL
CONSTRUCTION IN THE STATE THAT CANNOT BE CANCELED OR MODIFIED
WITHOUT SUBSTANTIAL LOSS TO THE OWNER OR OPERATOR OF THE PROPOSED
GAS PIPELINE.

9 (2) "CONSTRUCTION" DOES NOT INCLUDE A CHANGE THAT IS 10 NEEDED FOR THE TEMPORARY USE OF A SITE OR ROUTE FOR NONUTILITY 11 PURPOSES OR FOR USE IN SECURING GEOLOGICAL DATA, INCLUDING ANY 12 BORING THAT IS NECESSARY TO ASCERTAIN FOUNDATION CONDITIONS.

13(C) "GAS" MEANS NATURAL GAS, FLAMMABLE GAS, OR TOXIC OR14CORROSIVE GAS.

15 (D) "GAS PIPELINE" MEANS AN INTRASTATE TRANSMISSION LINE OR 16 ANY PORTION OF AN INTERSTATE TRANSMISSION LINE LOCATED WITHIN THE 17 STATE THAT:

18 (1) TRANSPORTS GAS FROM A GATHERING LINE OR STORAGE
 19 FACILITY TO A DISTRIBUTION CENTER, STORAGE FACILITY, OR LARGE VOLUME
 20 CUSTOMER THAT IS NOT DOWNSTREAM FROM A DISTRIBUTION CENTER;

21 (2) OPERATES AT A HOOP STRESS OF 20% OR MORE OF THE 22 SPECIFIED MINIMUM YIELD STRENGTH OF THE PIPELINE; OR

23

(3) TRANSPORTS GAS WITHIN A STORAGE FIELD.

24(E)(1)"GAS TRANSMISSION COMPANY" MEANS A PERSON WHO OWNS25OR OPERATES A GAS PIPELINE REGULATED UNDER THIS TITLE.

26(2) "GAS TRANSMISSION COMPANY" DOES NOT INCLUDE A27PERSON WHO IS PRIMARILY IN THE BUSINESS OF LOCAL GAS DISTRIBUTION.

28 **15–102.** 

A GAS TRANSMISSION COMPANY MAY NOT BEGIN CONSTRUCTION ON A GAS PIPELINE UNTIL THE FINALIZATION OF ALL LEGAL PROCEEDINGS RELATING TO THE CONSTRUCTION, INCLUDING:

### SENATE BILL 604

1	(1) APPROVAL BY THE BOARD OF PUBLIC WORKS;
2	(2) PERMIT AND LICENSE APPLICATIONS;
3	(3) CONDEMNATION PROCEEDINGS;
4	(4) EASEMENT NEGOTIATIONS; AND
$5 \\ 6$	(5) APPEALS TO ANY JUDGMENTS OR DETERMINATIONS RELATING TO THE CONSTRUCTION OF THE PROPOSED GAS PIPELINE.
$7 \\ 8$	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2013.

October 1, 2013. 8