HB1126/773620/1

BY: Senator Madaleno

AMENDMENTS TO HOUSE BILL 1126

(Third Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 3, strike "- Criteria to Consider" and substitute "and Gas Pipelines"; in line 16, after "routes;" insert "requiring the Commission to adopt certain regulations establishing safety standards and practices applicable to certain aspects of gas pipelines; requiring the Commission to adopt certain federal regulations as minimum standards for a certain gas pipeline program that the Commission establishes; requiring the Commission to require a gas transmission company to prepare, maintain, and carry out a certain written plan for certain gas pipelines; requiring a gas transmission company to submit a certain report containing certain information on the state of its gas pipelines to the Commission and to certain owners of real property; specifying the contents of a certain report; requiring the Commission to make certain reports available to the public, including by publication on its website; requiring a gas transmission company to identify and provide a certain notice to certain owners of real property; requiring a gas transmission company to provide to the Commission a current list of certain property owners; authorizing the Commission to enter, inspect, and examine certain records and property of a gas transmission company for a certain purpose under certain circumstances; requiring the Commission to inspect a gas pipeline with a certain frequency; authorizing the Commission to assess and collect a certain inspection fee; defining certain terms;"; and in line 25, after "necessity" insert "and gas pipelines".

On page 2, after line 10, insert:

"BY adding to

Article – Public Utilities

Section 12.5-101 through 12.5-104 to be under the new title "Title 12.5. Gas Pipelines"

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<u>Annotated Code of Maryland</u> (2010 Replacement Volume and 2017 Supplement)".

AMENDMENT NO. 2

On page 4, after line 22, insert:

"TITLE 12.5. GAS PIPELINES.

12.5–101.

- (A) IN THIS TITLE THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.
- (B) "GAS" MEANS NATURAL GAS, FLAMMABLE GAS, OR TOXIC OR CORROSIVE GAS.
- (C) "GAS PIPELINE" MEANS AN INTRASTATE TRANSMISSION LINE OR ANY PORTION OF AN INTERSTATE TRANSMISSION LINE LOCATED WITHIN THE STATE THAT:
- (1) TRANSPORTS GAS FROM A GATHERING LINE OR STORAGE FACILITY TO A DISTRIBUTION CENTER, STORAGE FACILITY, OR LARGE-VOLUME CUSTOMER THAT IS NOT DOWNSTREAM FROM A DISTRIBUTION CENTER;
- (2) OPERATES AT A HOOP STRESS OF 20% OR MORE OF THE SPECIFIED MINIMUM YIELD STRENGTH OF THE PIPELINE; OR
 - (3) TRANSPORTS GAS WITHIN A STORAGE FIELD.

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- (D) (1) "GAS TRANSMISSION COMPANY" MEANS A PERSON THAT OWNS OR OPERATES A GAS PIPELINE REGULATED UNDER THIS TITLE.
- (2) "GAS TRANSMISSION COMPANY" DOES NOT INCLUDE A PERSON THAT IS PRIMARILY IN THE BUSINESS OF LOCAL GAS DISTRIBUTION.

<u>12.5–102.</u>

- (A) THE COMMISSION SHALL ADOPT REGULATIONS THAT ESTABLISH SAFETY STANDARDS AND PRACTICES APPLICABLE TO THE DESIGN, CONSTRUCTION, OPERATION, AND MAINTENANCE OF GAS PIPELINES.
- (B) FOR ANY PIPELINE REGULATORY PROGRAM THAT THE COMMISSION ESTABLISHES UNDER THIS TITLE, THE COMMISSION SHALL ADOPT AS MINIMUM STANDARDS THE FEDERAL SAFETY STANDARDS IN TITLE 49, C.F.R. PART 192.
- (C) (1) IN COLLABORATION WITH THE AMERICAN SOCIETY OF MECHANICAL ENGINEERS, THE COMMISSION SHALL:
- (I) ESTABLISH AND ADOPT BY REGULATION METHODS AND BEST PRACTICES FOR GAS PIPELINES; AND
- (II) REQUIRE INTRODUCTION OF THESE METHODS AND BEST PRACTICES AS SOON AS PRACTICABLE.

(2) THE REGULATIONS SHALL INCLUDE:

(I) QUANTITATIVE CRITERIA, BASED ON ENGINEERING EVALUATIONS, TO DETERMINE WHETHER A WRINKLE OR OTHER DEFORMITY MAY REMAIN IN A GAS PIPELINE OR SHOULD BE REMEDIED;

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- (II) A REQUIREMENT THAT A GAS TRANSMISSION COMPANY
 USE BEST AVAILABLE TECHNOLOGY, INCLUDING IN-LINE INSPECTION DEVICES,
 TO MONITOR THE CONDITION AND SAFETY OF EACH GAS PIPELINE OWNED OR
 OPERATED BY THE GAS TRANSMISSION COMPANY; AND
- (III) A REQUIREMENT THAT A GAS TRANSMISSION COMPANY
 ODORIZE GAS SO THAT THE GAS IS READILY DETECTABLE BY AN INDIVIDUAL
 WITH A NORMAL SENSE OF SMELL.
- (D) THE COMMISSION SHALL REQUIRE A GAS TRANSMISSION COMPANY TO PREPARE, MAINTAIN, AND CARRY OUT A WRITTEN PLAN FOR THE OPERATION AND MAINTENANCE OF EACH GAS PIPELINE OWNED OR OPERATED BY THE GAS TRANSMISSION COMPANY.

12.5-103.

- (A) EACH YEAR, A GAS TRANSMISSION COMPANY SHALL SUBMIT A REPORT ON THE STATE OF ITS GAS PIPELINES TO THE COMMISSION AND TO EACH OWNER OF REAL PROPERTY:
 - (1) ON WHICH THE GAS PIPELINE IS LOCATED; OR
- (2) ADJACENT OR CONTIGUOUS TO REAL PROPERTY ON WHICH THE GAS PIPELINE IS LOCATED.
 - (B) THE REPORT SHALL INCLUDE:

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- (1) A SUMMARY DESCRIPTION OF THE TRANSMISSION SYSTEM THAT INCLUDES THE GAS PIPELINE;
- (2) STATE AND LOCAL EMERGENCY RESPONSE LIAISON INFORMATION;
- (3) A DESCRIPTION OF THE LEAK DETECTION SYSTEM IN USE FOR THE GAS PIPELINE;
- (4) A DESCRIPTION OF PERIODIC TESTING METHODS USED ON THE GAS PIPELINE AND A SUMMARY OF RESULTS OF THE TESTING; AND
 - (5) ANY OTHER INFORMATION THAT THE COMMISSION REQUIRES.
- (C) THE COMMISSION SHALL MAKE THE REPORTS AVAILABLE TO THE PUBLIC, INCLUDING BY PUBLICATION ON THE COMMISSION'S WEBSITE.
- (D) AT LEAST ONCE EVERY 5 YEARS, A GAS TRANSMISSION COMPANY SHALL:
- (1) <u>IDENTIFY EACH OWNER OF REAL PROPERTY ON WHICH A GAS</u>
 PIPELINE IS LOCATED;
- (2) NOTIFY EACH PROPERTY OWNER OF THE PRESENCE OF THE GAS PIPELINE ON THE OWNER'S PROPERTY;
- (3) <u>VERIFY THAT EACH PROPERTY OWNER HAS RECEIVED THE</u>
 NOTICE; AND

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(4) PROVIDE TO THE COMMISSION A CURRENT LIST OF ALL PROPERTY OWNERS.

12.5-104.

- (A) THE COMMISSION MAY ENTER, INSPECT, AND EXAMINE, AT REASONABLE TIMES AND IN A REASONABLE MANNER, THE RECORDS AND PROPERTY OF A GAS TRANSMISSION COMPANY TO DETERMINE WHETHER THE GAS TRANSMISSION COMPANY IS ACTING IN COMPLIANCE WITH THIS TITLE, FEDERAL PIPELINE SAFETY REGULATIONS, AND REGULATIONS ADOPTED BY THE COMMISSION UNDER THIS TITLE.
- (B) THE COMMISSION SHALL INSPECT EACH GAS PIPELINE AT LEAST ONCE EACH YEAR.
- (C) THE COMMISSION MAY ASSESS AND COLLECT FROM A GAS TRANSMISSION COMPANY AN INSPECTION FEE THAT MAY BE USED BY THE COMMISSION FOR ADMINISTERING THE REGULATORY PROGRAM ESTABLISHED BY THE COMMISSION UNDER THIS TITLE.".