HOUSE BILL 408

C5 0lr0714

By: Delegates Charkoudian, Moon, and Wilkins

Introduced and read first time: January 23, 2020

Assigned to: Economic Matters

Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 7, 2020

CHAPTER

1 AN ACT concerning

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Public Utilities – Gas Service Regulator Safety (Flower Branch Act)

FOR the purpose of requiring that any gas service newly installed at an occupied structure may have a gas service regulator installed only outside the structure; requiring an existing interior gas service regulator in a multifamily residential structure to be relocated outside whenever a gas service line, meter, or regulator is replaced; requiring an existing interior gas service regulator servicing a multifamily structure to be relocated outside within a certain time period; requiring a gas company, on or before a certain date, to file a plan with the Public Service Commission to relocate any gas service regulator that provides service to a multifamily residential structure; requiring the Commission, on or before a certain date, to approve, disapprove, or approve with modifications a gas company's plan to relocate any gas service regulator after considering certain factors; authorizing the Commission to exempt a gas service regulator from relocation if the Commission finds that an exemption is warranted after considering certain factors; authorizing the Commission to delegate the authority to grant a certain exemption to the Commission's technical staff division; requiring a gas company, on or before a certain date each year, beginning in a certain year, to report to the Commission on progress through the end of the immediately preceding calendar year related to implementing a certain plan; requiring the Commission to submit a certain report to the Governor and the General Assembly on or before a certain date each year, beginning in a certain year; providing for the application of this Act; stating the intent of the General Assembly; requiring certain gas service regulators to be enclosed in a certain manner under certain

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



$\frac{1}{2}$	circumstances; defining certain terms; and generally relating to gas service and regulator safety.
3 4 5 6 7	BY adding to Article – Public Utilities Section 7–311 Annotated Code of Maryland (2010 Replacement Volume and 2019 Supplement)
8 9	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
10	Article – Public Utilities
11	7–311.
12 13	(A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.
14	(2) "GAS SERVICE REGULATOR" MEANS AN INSTRUMENT THAT:
15 16	(I) IS INSTALLED TO A METER INLET TO CONTROL THE GAS PRESSURE BEING INTRODUCED INTO A STRUCTURE; AND
17 18 19	(II) INCLUDES A RELIEF VALVE TO VENT EXCESS GAS TO THE OUTSIDE ATMOSPHERE IF THE PRESSURE OF THE REGULATED GAS EXCEEDS A SPECIFIED PRESSURE.
20 21	(3) "MULTIFAMILY RESIDENTIAL STRUCTURE" MEANS A BUILDING CONTAINING TWO SIX OR MORE DWELLING UNITS, INCLUDING:
22	(I) AN APARTMENT HOUSE;
23	(II) A BOARDING HOUSE;
24	(III) A CONVENT;
25	(IV) A DORMITORY;
26	(V) A FRATERNITY OR SORORITY HOUSE;
27	(VI) A HOTEL OR MOTEL;
28	(VII) A MONASTERY;

1	(VIII) A VACATION TIME-SHARE PROPERTY;
2	(IX) A CONDOMINIUM, AS DEFINED IN § 11–101 OF THE REAL
3	PROPERTY ARTICLE; AND
4	(X) A COOPERATIVE PROJECT, AS DEFINED IN § 5-6B-01 OF
5	THE CORPORATIONS AND ASSOCIATIONS ARTICLE.
6	(B) (1) WHENEVER GAS SERVICE IS NEWLY INSTALLED AT AN OCCUPIED
7	STRUCTURE, A GAS SERVICE REGULATOR MAY BE INSTALLED ONLY OUTSIDE THE
8	STRUCTURE.
9	(2) (1) SUBJECT TO SUBPARAGRAPH (11) OF THIS PARAGRAPH, ANY
0	ANY EXISTING GAS SERVICE REGULATOR THAT IS INSTALLED IN THE INTERIOR OF
1	AN OCCUPIED STRUCTURE A MULTIFAMILY RESIDENTIAL STRUCTURE SHALL BE
12	RELOCATED TO THE OUTSIDE OF THE STRUCTURE WHENEVER THE GAS SERVICE
13	LINE , METER, OR REGULATOR IS REPLACED.
4	(II) ON OR BEFORE OCTOBER 1, 2025, ANY EXISTING INTERIOR
$_{15}$	GAS SERVICE REGULATOR THAT SERVICES A MULTIFAMILY RESIDENTIAL
16	STRUCTURE SHALL BE RELOCATED TO THE OUTSIDE OF THE STRUCTURE.
17	(3) ON OR BEFORE JANUARY 1, 2021, A GAS COMPANY SHALL FILE A
18	PLAN WITH THE COMMISSION TO RELOCATE ANY GAS SERVICE REGULATOR THAT
19	PROVIDES SERVICE TO A MULTIFAMILY RESIDENTIAL STRUCTURE.
20	(4) On or before January 1, 2022, the Commission shall
21	APPROVE, DISAPPROVE, OR APPROVE WITH MODIFICATIONS A GAS COMPANY'S PLAN
22	SUBMITTED UNDER PARAGRAPH (3) OF THIS SUBSECTION TO RELOCATE ANY GAS
23	SERVICE REGULATOR AFTER CONSIDERING:
24	(I) THE NUMBER OF GAS SERVICE REGULATORS DESIGNATED
25	FOR RELOCATION IN THE GAS COMPANY'S SERVICE TERRITORY;
26	(II) THE AVAILABILITY OF QUALIFIED PERSONNEL TO SAFELY
27	RELOCATE GAS SERVICE REGULATORS;
28	(III) THE ENGINEERING AND PERMITTING CHALLENGES WITHIN
29	THE GAS COMPANY'S SERVICE TERRITORY;
30	(IV) A SCHEDULE FOR RELOCATING GAS SERVICE REGULATORS

THAT IS CONSISTENT WITH THE PUBLIC INTEREST;

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	4 HOUSE BILL 408
1 2	(V) ANY OTHER GAS COMPANY PROGRAMS, INNOVATIONS INITIATIVES, PRIORITIES, OR INVESTMENTS THAT IMPROVE THE SAFETY OR
3	RELIABILITY OF THE GAS SYSTEM; AND
4	(VI) ANY OTHER FACTOR IDENTIFIED BY THE COMMISSION.
5 6 7	(5) THE COMMISSION MAY EXEMPT A GAS SERVICE REGULATOR FROM THE REQUIREMENTS OF THIS SUBSECTION IF THE COMMISSION FINDS THAT AN EXEMPTION IS WARRANTED AFTER CONSIDERING:
8	(I) WHETHER GRANTING THE EXEMPTION IS CONSISTENT WITH THE PUBLIC INTEREST;
10 11	(II) CONFLICTS WITH FEDERAL, STATE, OR LOCAL LAWS OR REGULATIONS;
12	(III) PHYSICAL OBSTRUCTIONS OR SPACE CONSTRAINTS; AND
13	(IV) ANY OTHER FACTOR IDENTIFIED BY THE COMMISSION.
14 15 16	(6) THE COMMISSION MAY DELEGATE THE AUTHORITY TO GRANT EXEMPTIONS UNDER THIS SUBSECTION TO THE COMMISSION'S TECHNICAL STAFF DIVISION.
17 18 19 20	(C) (1) A GAS SERVICE REGULATOR SHALL BE INSTALLED AWAY FROM ROADS, DRIVEWAYS, PARKING AREAS, OR OTHER LOCATIONS EXPOSED TO VEHICULAR TRAFFIC OR OTHER EXTERNAL FORCES THAT MAY DAMAGE THE GAS SERVICE REGULATOR.
21 22 23 24	(2) IF IT IS IMPRACTICAL TO INSTALL A GAS SERVICE REGULATOR IN ACCORDANCE WITH PARAGRAPH (1) OF THIS SUBSECTION, GUARDS SHALL BE INSTALLED TO PROTECT THE GAS SERVICE REGULATOR FROM EXTERNAL FORCES THAT MAY DAMAGE THE GAS SERVICE REGULATOR.
25 26 27	(3) GUARDS MAY CONSIST OF POSTS, BOLLARDS, RAILINGS, OR ANY OTHER SAFETY STRUCTURE THAT WILL PREVENT DAMAGE TO THE GAS SERVICE REGULATOR.

(D) (1) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, ON OR 28 BEFORE FEBRUARY 1, 2022, AND EACH YEAR THEREAFTER, A GAS COMPANY SHALL 29 REPORT TO THE COMMISSION ON PROGRESS THROUGH THE END OF THE 30 IMMEDIATELY PRECEDING CALENDAR YEAR ON THE IMPLEMENTATION OF THE 31 32 PLAN APPROVED UNDER SUBSECTION (B) OF THIS SECTION.

1 2 3	(2) THIS SUBSECTION MAY NOT BE CONSTRUED TO APPLY TO A GAS COMPANY THAT HAS FULLY IMPLEMENTED AN APPROVED PLAN UNDER SUBSECTION (B) OF THIS SECTION.
4 5 6 7 8	(E) ON OR BEFORE MARCH 1 EACH YEAR, BEGINNING IN 2022, THE COMMISSION SHALL PROVIDE A REPORT TO THE GOVERNOR AND, IN ACCORDANCE WITH § 2–1257 OF THE STATE GOVERNMENT ARTICLE, THE GENERAL ASSEMBLY ON EACH GAS COMPANY'S PROGRESS IN RELOCATING GAS SERVICE REGULATORS IN ACCORDANCE WITH THIS SECTION.
9 10	<u>SECTION 2. AND BE IT FURTHER ENACTED, That it is the intent of the General Assembly that:</u>
11 12 13 14	(1) the statutory changes enacted under Section 1 of this Act should be interpreted in light of the significant concerns for public safety raised by the Flower Branch explosion, as investigated by the National Transportation Safety Board, whose recommendations this Act embodies; and
15	(2) each gas company in the State shall:
16 17	(i) use best efforts to identify gas service regulators in the company's service territory that may fail or are most vulnerable to damage;
18 19	(ii) prioritize replacing the regulators identified under item (i) of this item; and
20	(iii) educate the public on:
21 22	1. <u>identifying older, vulnerable, or potentially failing gas</u> service regulators; and
23 24	2. procedures for reporting regulators identified under item 1 of this item to gas companies and local authorities.
25 26	SECTION $\stackrel{2}{=}$ 3. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2020.