CERTIFICATION OF ENROLLMENT

SUBSTITUTE SENATE BILL 6358

Chapter 123, Laws of 1998

55th Legislature 1998 Regular Session

PIPELINE FACILITIES--REGULATION BY UTILITIES AND TRANSPORTATION COMMISSION

EFFECTIVE DATE: 6/11/98

Passed by the Senate March 7, 1998 YEAS 45 NAYS 0

BRAD OWEN

President of the Senate

Passed by the House March 4, 1998 YEAS 97 NAYS 0

CERTIFICATE

I, Mike O Connell, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **SUBSTITUTE SENATE BILL 6358** as passed by the Senate and the House of Representatives on the dates hereon set forth.

CLYDE BALLARD

Speaker of the House of Representatives

Approved March 23, 1998

MIKE O'CONNELL

Secretary

FILED

March 23, 1998 - 4:37 p.m.

GARY LOCKE

Governor of the State of Washington

Secretary of State State of Washington

SUBSTITUTE SENATE BILL 6358

Passed Legislature - 1998 Regular Session

AS AMENDED BY THE HOUSE

55th Legislature 1998 Regular Session

By Senate Committee on Energy & Utilities (originally sponsored by Senators Rossi, Finkbeiner, Brown and Jacobsen; by request of Utilities & Transportation Commission)

Read first time 02/06/98.

State of Washington

- 1 AN ACT Relating to utilities and transportation commission
- 2 intrastate pipeline safety jurisdiction and penalties; adding a new
- 3 section to chapter 81.88 RCW; and prescribing penalties.
- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 <u>NEW SECTION.</u> **Sec. 1.** A new section is added to chapter 81.88 RCW 6 to read as follows:
- 7 The definitions in this subsection apply throughout this section unless the context clearly requires otherwise. 8
- 9 (a) "Pipeline company" means a person or entity constructing,
- 10 owning, or operating an intrastate pipeline for transporting hazardous
- liquid, whether or not such a person or entity is a public service 11
- 12 company otherwise regulated by the commission. For the purposes of
- 13 this section, a pipeline company does not include: (i) Distribution
- 14
- systems owned and operated under franchise for the sale, delivery, or
- 15 distribution of natural gas at retail; or (ii) excavation contractors
- 16 or other contractors that contract with a pipeline company.
- 17 (b) "Hazardous liquid" means: (i) Petroleum, petroleum products,
- or anhydrous ammonia as those terms are defined in 49 C.F.R. Part 195 18
- in effect March 1, 1998; and (ii) carbon dioxide. The commission by 19

- 1 rule may incorporate by reference other substances designated as 2 hazardous by the secretary of transportation under 49 U.S.C. Sec.
- 3 60101(a)(4).
- 4 (2) The commission shall adopt by rule intrastate pipeline safety
- 5 standards for pipeline transportation and pipeline facilities that:
- 6 (a) Apply to pipeline companies transporting hazardous liquids; (b)
- 7 cover the design, construction, and operation of pipelines transporting
- 8 hazardous liquids; and (c) require pipeline companies to design,
- 9 construct, and maintain their pipeline facilities so they are safe and
- 10 efficient.
- 11 (3) A person, officer, agent, or employee of a pipeline company
- 12 who, as an individual or acting as an officer, agent, or employee of
- 13 such a company, violates or fails to comply with this section or a rule
- 14 adopted under this section, or who procures, aids, or abets another
- 15 person or entity in the violation of or noncompliance with this section
- 16 or a rule adopted under this section, is guilty of a gross misdemeanor.
- 17 (4)(a) A pipeline company, or any person, officer, agent, or
- 18 employee of a pipeline company that violates a provision of this
- 19 section, or a rule adopted under this section, is subject to a civil
- 20 penalty to be assessed by the commission.
- 21 (b) The commission shall adopt rules: (i) Setting penalty amounts,
- 22 but may not exceed the penalties specified in the federal pipeline
- 23 safety laws, 49 U.S.C. Sec. 60101 et seq.; (ii) establishing procedures
- 24 for mitigating penalties assessed; and (iii) incorporating by reference
- 25 other substances designated as hazardous by the secretary of
- 26 transportation under 49 U.S.C. Sec. 60101(a)(4).
- 27 (c) In determining the amount of the penalty, the commission shall
- 28 consider: (i) The appropriateness of the penalty in relation to the
- 29 position of the person charged with the violation; (ii) the gravity of
- 30 the violation; and (iii) the good faith of the person or company
- 31 charged in attempting to achieve compliance after notification of the
- 32 violation.
- 33 (d) The amount of the penalty may be recovered in a civil action in
- 34 the superior court of Thurston county or of some other county in which
- 35 the violator may do business. In all actions for recovery, the rules
- 36 of evidence shall be the same as in ordinary civil actions. All
- 37 penalties recovered under this section must be paid into the state
- 38 treasury and credited to the public service revolving fund.

- 1 (5) Nothing in this section duplicates the authority of the energy
- 2 facility site evaluation council under chapter 80.50 RCW.

Passed the Senate March 7, 1998.
Passed the House March 4, 1998.
Approved by the Governor March 23, 1998.
Filed in Office of Secretary of State March 23, 1998.