S-3809.1			

SENATE BILL 6441

State of Washington 56th Legislature 2000 Regular Session

By Senators Spanel, Gardner, Oke, Franklin, Costa, Kline, Bauer, B. Sheldon, Shin, Eide, Patterson, Haugen, Swecker, Kohl-Welles, Goings, Rasmussen, Fairley, McAuliffe, Prentice, Fraser and Thibaudeau

Read first time 01/17/2000. Referred to Committee on Environmental Quality & Water Resources.

- 1 AN ACT Relating to oil and gas pipeline safety; amending RCW
- 2 19.02.100, 19.122.050, and 19.122.070; adding a new section to chapter
- 3 19.122 RCW; adding a new section to chapter 48.48 RCW; adding a new
- 4 chapter to Title 70 RCW; repealing RCW 81.88.040; and prescribing
- 5 penalties.
- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 7 NEW SECTION. Sec. 1. The intent of this act is to protect the
- 8 health and safety of the citizens of the state of Washington and the
- 9 quality of the state's environment by developing and implementing
- 10 environmental and public safety measures applicable to persons
- 11 transporting hazardous liquids and gas by pipeline within the state of
- 12 Washington. The legislature finds that public safety and the
- 13 environment may best be protected by adopting standards that are equal
- 14 to, or more stringent than, those adopted by the federal government.
- 15 <u>NEW SECTION.</u> **Sec. 2.** The definitions in this section apply
- 16 throughout this chapter unless the context clearly requires otherwise.

p. 1 SB 6441

- 1 (1) "Dangerous release" means a release of hazardous liquid that 2 poses a clear and immediate danger to life or health or that threatens 3 a significant loss of property.
 - (2) "Department" means the department of ecology.

- 5 (3) "Failsafe system" means a nonelectronic or mechanically based 6 system that prevents a pipeline from exceeding its maximum operating 7 pressure in the event of a failure of the primary or electronic system 8 designed for this purpose.
- 9 (4) "Gas" has the meaning given to it in 49 C.F.R. Part 192.
- (5) "Hazardous liquid" means: (a) Petroleum, petroleum products, or anhydrous ammonia as those terms are defined in 49 C.F.R. Part 195 in effect March 1, 1998; and (b) carbon dioxide. The department by rule may incorporate by reference other substances designated as hazardous by the secretary of transportation under 49 U.S.C. Sec. 60101(a)(4).
- 16 (6) "Liquified natural gas" means natural gas or synthetic gas
 17 having as its major constituent methane that has been changed to a
 18 liquid or semisolid.
- 19 (7) "Local government" means a subdivision of the state or a city 20 or town.
- (8) "Person" means an individual, partnership, franchise holder, association, corporation, a state, a city, a county, or any subdivision or instrumentality of a state, and its employees, agents, or legal representatives.
- (9) "Pipeline" means: (a) Pipe with a nominal diameter of six inches or more, located in the state, that is used to transport hazardous liquids; or (b) pipe operated at a pressure of more than two hundred seventy-five pounds per square inch that carries gas.
- 29 (10) "Pipeline company" means a person or entity constructing, 30 owning, or operating a pipeline for transporting hazardous liquid or 31 gas.
- (11) "Process safety management systems" means management systems
 that include coordinated and interdisciplinary evaluations of the
 effect of significant changes to a pipeline system before such changes
 are implemented.
- 36 (12) "Release" means a spilling, leaking, pumping, pouring, 37 emitting, emptying, discharging, injecting, leaching, dumping, 38 disposing, flowing, or any other uncontrolled escape of a hazardous 39 liquid or gas from a pipeline.

- NEW SECTION. **Sec. 3.** (1) The department shall have charge for the state of the administration and enforcement of all laws related to pipeline safety. To the extent not expressly prohibited by federal law, the department shall develop and implement a comprehensive program of pipeline safety.
 - (2) The department shall adopt by rule:

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- 7 (a) Intrastate pipeline safety standards for pipeline 8 transportation that:
 - (i) Apply to pipeline companies transporting hazardous liquids;
- 10 (ii) Cover the design, construction, and operation of pipelines 11 transporting hazardous liquids; and
- 12 (iii) Require pipeline companies to design, construct, and maintain 13 their pipeline facilities so they are safe and efficient;
- 14 (b) Requirements for pipeline companies related to the rapid 15 location and isolation of all releases from pipelines, including:
- (i) Installation of remote control shut-off valves at a distance of no less than four to ten miles in urban areas and twenty to sixty miles in rural areas, depending on the type and density of development, the presence of environmentally sensitive areas, and the application of appropriate engineering standards. The installation of remote valves shall include design features and safety procedures to minimize risks associated with valve malfunctions;
- (ii) Installation of remotely monitored pressure gauges and meters at each pump station and remote valve location; and
- (iii) Emergency response procedures, combined with training, for shutting down pumps, locating leaks and spills, and shutting appropriate valves as rapidly as possible;
- (c) Requirements related to the training and certification of personnel who operate pipelines and pipeline systems;
- (d) Measures aimed at the prevention of third-party excavation damage to pipelines through the establishment and required use of a one-call system. Such measures shall require municipal workers and construction workers who are involved in construction work above or near pipelines to receive training on:
 - (i) Prevention of damage to pipelines;
- 36 (ii) The danger involved if a pipeline is damaged;
- 37 (iii) The significance of pipeline damage that does not cause 38 immediate failure; and

p. 3 SB 6441

- 1 (iv) The importance of immediately reporting damage to a pipeline 2 and the importance of immediately repairing a damaged pipeline; and
- 3 (e) The department shall require pipeline companies to submit 4 operations safety plans once every five years and shall also require 5 annual plan updates that identify plan implementation progress, as well as any amendments to the plan made necessary by changes to the pipeline 6 7 distribution system or its operation. The department shall approve 8 such plans after they have been deemed fit for service. A plan shall 9 be deemed fit for service when it results in pipelines that are 10 designed, developed, constructed, operated, and periodically modified to provide the highest practicable level of public safety. 11 operations safety plans shall include: 12
- 13 (i) A schedule of inspection and testing within the pipeline 14 distribution system of:
 - (A) All mechanical components;
- 16 (B) All electronic components; and
- 17 (C) The structural integrity of all pipelines as determined through 18 pressure testing and internal inspection tool surveys;
- 19 (ii) Failsafe systems;

- 20 (iii) Process safety management principles; and
- 21 (iv) Emergency management training for pipeline operators.
- 22 (3) The department shall coordinate information related to pipeline 23 safety by providing technical assistance to local planning and siting 24 authorities and to the energy facility site evaluation council 25 established in chapter 80.50 RCW.
- 26 (4) The department shall evaluate proposals developed by the 27 federal office of pipeline safety and other agencies and organizations 28 related to methods and technologies for testing the integrity of 29 pipeline structure, leak detection, and other elements of pipeline 30 operation.
- 31 (5) The department shall require pipeline companies to provide accurate maps of their pipeline distribution networks to specifications 32 developed by the department. The department shall verify the accuracy 33 34 of the maps, consolidate the maps into a state-wide geographic 35 information system, and fill any gaps for which companies or local governments may have no information. The mapping system shall be used 36 37 in conjunction with the one-number locator service as provided in chapter 19.122 RCW. The mapping system shall be compatible with the 38

- 1 United States department of transportation national pipeline mapping 2 program.
- 3 (6) Within two years of the effective date of this act, the 4 department shall develop for the consideration by local governments:
- 5 (a) A model ordinance that establishes setback and depth 6 requirements for new pipeline construction;
- 7 (b) A model franchise agreement for jurisdictions through which a 8 hazardous liquid or gas pipeline is located; and
- 9 (c) Protective standards applicable to existing and proposed 10 pipelines in densely populated areas and environmentally sensitive 11 areas.
- (7) The department shall seek and accept federal designation of the 12 13 department's inspectors as federal agents for the purposes of enforcement of the federal hazardous liquid pipeline safety act (49 14 15 U.S.C. Sec. 1671 to 1686), and federal rules adopted to implement that act, as they exist as of the effective date of this act. 16 17 department shall establish and submit to the United States secretary of transportation an inspection program that complies with requirements 18 19 for delegated interstate agent inspection authority. To the extent 20 that federal delegation of interstate agent inspection authority permits, the inspection program for interstate pipelines and liquified 21 22 natural gas facilities must be the same as the inspection program for Ιf 23 pipelines and facilities. the intrastate secretary of 24 transportation delegates inspection authority to the state as provided 25 in this subsection, the department, at a minimum, shall do the 26 following to carry out the delegated federal authority:
- 27 (a) Inspect pipelines and liquified natural gas facilities 28 periodically as specified in the inspection program;
 - (b) Collect inspection fees;

- 30 (c) Order and oversee the testing of pipelines and liquified 31 natural gas facilities as authorized by federal law and regulation; and
- 32 (d) File reports with the United States secretary of transportation 33 as required to maintain the delegated inspection authority.
- 34 (8) The department shall also seek federal authority to adopt 35 safety standards related to the monitoring and testing of interstate 36 pipelines.
- 37 (9) The department shall inspect, as necessary, any record, map, or 38 written procedure required by federal law to be kept by a pipeline 39 company concerning the reporting of dangerous releases, and the design,

p. 5 SB 6441

- 1 construction, testing, or operation and maintenance of pipelines and
- 2 liquid natural gas facilities.

- 3 **Sec. 4.** RCW 19.02.100 and 1997 c 58 s 865 are each amended to read 4 as follows:
- 5 (1) The department shall not issue or renew a master license to any 6 person if:
 - (a) The person does not have a valid tax registration, if required;
- 8 (b) The person is a corporation delinquent in fees or penalties 9 owing to the secretary of state or is not validly registered under 10 Title 23B RCW, chapter 18.100 RCW, Title 24 RCW, and any other statute 11 now or hereafter adopted which gives corporate or business licensing 12 responsibilities to the secretary of state; ((or))
- 13 (c) The person has not submitted the sum of all fees and deposits 14 required for the requested individual license endorsements, any 15 outstanding master license delinquency fee, or other fees and penalties 16 to be collected through the system; or
- 17 (d) The person has not complied with this act.
- 18 (2) Nothing in this section shall prevent registration by the state 19 of an employer for the purpose of paying an employee of that employer 20 industrial insurance or unemployment insurance benefits.
- (3) The department shall immediately suspend the license or 21 22 certificate of a person who has been certified pursuant to RCW 23 74.20A.320 by the department of social and health services as a person 24 who is not in compliance with a support order or a ((residential or)) visitation order. If the person has continued to meet all other 25 requirements for reinstatement during the suspension, reissuance of the 26 license or certificate shall be automatic upon the department's receipt 27 of a release issued by the department of social and health services 28 29 stating that the licensee is in compliance with the order.
- NEW SECTION. Sec. 5. (1) All powers, duties, and functions of the utilities and transportation commission pertaining to pipeline safety are transferred to the department of ecology. All references to the commission or the utilities and transportation commission in the Revised Code of Washington shall be construed to mean the director or the department of ecology when referring to the functions transferred in this section.

- (2)(a) All reports, documents, surveys, books, records, files, 1 2 papers, or written material in the possession of the utilities and 3 transportation commission pertaining to the powers, functions, and 4 duties transferred shall be delivered to the custody of the department 5 of ecology. All cabinets, furniture, office equipment, motor vehicles, other tangible property employed by the utilities 6 and 7 transportation commission in carrying out the powers, functions, and 8 duties transferred shall be made available to the department of 9 ecology. All funds, credits, or other assets held in connection with 10 the powers, functions, and duties transferred shall be assigned to the department of ecology. 11
- (b) Any appropriations made to the utilities and transportation commission for carrying out the powers, functions, and duties transferred shall, on the effective date of this section, be transferred and credited to the department of ecology.

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- (c) Whenever any question arises as to the transfer of any personnel, funds, books, documents, records, papers, files, equipment, or other tangible property used or held in the exercise of the powers and the performance of the duties and functions transferred, the director of financial management shall make a determination as to the proper allocation and certify the same to the state agencies concerned.
- (3) All employees of the utilities and transportation commission engaged in performing the powers, functions, and duties transferred are transferred to the jurisdiction of the department of ecology. All employees classified under chapter 41.06 RCW, the state civil service law, are assigned to the department of ecology to perform their usual duties upon the same terms as formerly, without any loss of rights, subject to any action that may be appropriate thereafter in accordance with the laws and rules governing state civil service.
- (4) All rules and all pending business before the utilities and transportation commission pertaining to the powers, functions, and duties transferred shall be continued and acted upon by the department of ecology. All existing contracts and obligations shall remain in full force and shall be performed by the department of ecology.
- 35 (5) The transfer of the powers, duties, functions, and personnel of 36 the utilities and transportation commission shall not affect the 37 validity of any act performed before the effective date of this 38 section.

p. 7 SB 6441

- 1 (6) If apportionments of budgeted funds are required because of the 2 transfers directed by this section, the director of financial 3 management shall certify the apportionments to the agencies affected, 4 the state auditor, and the state treasurer. Each of these shall make 5 the appropriate transfer and adjustments in funds and appropriation 6 accounts and equipment records in accordance with the certification.
 - (7) Nothing contained in this section may be construed to alter any existing collective bargaining unit or the provisions of any existing collective bargaining agreement until the agreement has expired or until the bargaining unit has been modified by action of the personnel board as provided by law.

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- 12 <u>NEW SECTION.</u> **Sec. 6.** (1) A pipeline safety advisory committee is established to advise the department, energy facility site evaluation 13 14 council, and other appropriate federal, state, and local government 15 agencies and officials on matters relating to pipeline safety, routing, 16 construction, operation, and maintenance. Members of the advisory committee shall be appointed by the governor to staggered three-year 17 18 terms and, at a minimum, shall consist of representatives of local government, including elected officials and the general public. 19 requested by the department, the committee shall review and comment on 20 proposed rules and the operation of the state pipeline safety program. 21
- (2) The advisory committee established in subsection (1) of this section constitutes a class one group under RCW 43.03.220. Expenses for this group, as well as staff support provided by the department, shall be funded through a legislative appropriation to the department.
- NEW SECTION. **Sec. 7.** A new section is added to chapter 19.122 RCW to read as follows:
- The department of ecology shall establish a single state-wide tollfree telephone number to be used for excavation notification and shall require the six one-call centers that exist as of the effective date of this act to be reachable through that number.
- 32 **Sec. 8.** RCW 19.122.050 and 1984 c 144 s 5 are each amended to read 33 as follows:
- 34 (1) An excavator who, in the course of excavation, contacts or 35 damages an underground facility shall <u>immediately</u> notify the utility 36 owning or operating such facility and the one-number locator service.

- 1 If the damage causes an emergency condition, the excavator causing the
- 2 damage shall also <u>immediately</u> alert the appropriate local public safety
- 3 agencies and take all appropriate steps to ensure the public safety.
- 4 No damaged underground facility may be buried until it is repaired or 5 relocated.
- 6 (2) Whenever excavation work occurs within five feet of a hazardous
 7 liquid or gas pipeline, the pipeline company that owns or operates the
 8 pipeline shall be notified prior to the start of excavation.
- 9 (3) The owner of the underground facilities damaged shall arrange 10 for repairs or relocation as soon as is practical or may permit the 11 excavator to do necessary repairs or relocation at a mutually 12 acceptable price.
- NEW SECTION. Sec. 9. A new section is added to chapter 48.48 RCW to read as follows:
- (1) In consultation with the emergency management program within the state military department, the department of ecology, and local emergency services organizations, the chief of the Washington state patrol, through the director of fire protection or his or her authorized deputy, shall:
 - (a) Evaluate the preparedness of local first responders in meeting emergency management demands under subsection (2) of this section; and

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- (b) Conduct an assessment of the equipment needed by local first responders to meet emergency management demands related to pipelines.
- 24 (2) The chief of the Washington state patrol, through the director 25 of fire protection or his or her deputy, shall develop curricula for training local first responders to deal with pipeline accidents. 26 27 curricula shall be developed in conjunction with pipeline companies and local first responders, and shall include a timetable and costs for 28 29 providing training as defined in the curricula to all communities housing pipelines. The need for a training program for regional 30 incident management teams shall also be evaluated. 31
- 32 (3) In consultation with other relevant agencies, the chief of the 33 Washington state patrol, through the director of fire protection or his 34 or her deputy, shall identify the need and means for achieving 35 consistent application of the national interagency incident management 36 system.
- 37 (4) For the purposes of this section, "local first responders" 38 means police, fire, emergency medical staff, and volunteers.

p. 9 SB 6441

NEW SECTION. Sec. 10. (1) After a pipeline company has been notified by an excavator pursuant to section 8 of this act that excavation work will occur within five feet of a hazardous liquid or gas pipeline, the pipeline company shall ensure that the pipeline section in the vicinity of the excavation is fully uncovered and examined for damage prior to being reburied.

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- 7 (2) Immediately upon receiving information of third-party damage to 8 a pipeline owned or operated by a pipeline company, that company shall 9 terminate the flow of hazardous liquid or gas in that pipeline until it 10 has visually inspected the pipeline. After visual inspection, a pipeline company shall determine whether the pipeline section that has 11 12 sustained third-party damage should be replaced or repaired, or whether 13 it is safe to resume pipeline operation. A record of the company's inspection report and test results shall be provided to the department 14 15 within fourteen calendar days of the inspection.
- 16 (3) Pipeline companies shall immediately notify local first 17 responders and the department of any dangerous release from a pipeline.
- 18 **Sec. 11.** RCW 19.122.070 and 1984 c 144 s 7 are each amended to 19 read as follows:
- 20 (1) Any person who fails to notify a pipeline company of excavation 21 work that is planned to occur within five feet of a hazardous liquid or 22 gas pipeline is subject to a civil penalty of not more than one 23 thousand dollars for each violation.
 - (2) Any person who violates any provision of this chapter, and which violation results in damage to underground facilities, is subject to a civil penalty of not more than ((one)) ten thousand dollars for each violation. All penalties recovered in such actions shall be deposited in the general fund.
- ((\(\frac{(2)}{2}\))) (\(\frac{3}{2}\) Any excavator who wilfully or maliciously damages a field-marked underground facility shall be liable for treble the costs incurred in repairing or relocating the facility. In those cases in which an excavator fails to notify known underground facility owners or the one-number locator service, any damage to the underground facility shall be deemed wilful and malicious and shall be subject to treble damages for costs incurred in repairing or relocating the facility.
- 36 $((\frac{3}{3}))$ (4) This chapter does not affect any civil remedies for personal injury or for property damage, including that to underground

- 1 facilities, nor does this chapter create any new civil remedies for
- 2 such damage.
- 3 <u>NEW SECTION.</u> **Sec. 12.** (1) A pipeline company that fails to comply
- 4 with any provision of this chapter shall be subject to civil penalties
- 5 of not less than five thousand dollars.
- 6 (2) A pipeline company that fails to report a dangerous release
- 7 shall be guilty of a class B felony punishable under RCW 9A.20.021 if:
- 8 (a) The company knows or has reason to know that a dangerous
- 9 release exists;
- 10 (b) The company does not immediately report the release to the
- 11 local first responder; and
- 12 (c) The dangerous release causes the death of, or bodily injury to,
- 13 an individual.
- 14 <u>NEW SECTION.</u> **Sec. 13.** If any part of this act is found to be in
- 15 conflict with federal requirements that are a prescribed condition to
- 16 the allocation of federal funds to the state, the conflicting part of
- 17 this act is inoperative solely to the extent of the conflict and with
- 18 respect to the agencies directly affected, and this finding does not
- 19 affect the operation of the remainder of this act in its application to
- 20 the agencies concerned. Rules adopted under this act must meet federal
- 21 requirements that are a necessary condition to the receipt of federal
- 22 funds by the state.
- NEW SECTION. Sec. 14. This act may be known and cited as the
- 24 Washington state pipeline safety act.
- 25 <u>NEW SECTION.</u> **Sec. 15.** Sections 1 through 3, 5, 6, 10, and 12
- 26 through 14 of this act constitute a new chapter in Title 70 RCW.
- NEW SECTION. Sec. 16. RCW 81.88.040 (Intrastate pipeline safety
- 28 standards--Definitions--Rules--Violations) and 1998 c 123 s 1 are each
- 29 repealed.

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p. 11 SB 6441