

STANDARD INSPECTION REPORT OF A GAS DISTRIBUTION OPERATOR

A completed **Standard Inspection Report** is to be submitted to the Director within 60 days from completion of the inspection. A **Post Inspection Memorandum (PIM)** is to be completed and submitted to the Director within 30 days from the completion of the inspection, or series of inspections, and is to be filed as part of the **Standard Inspection Report**.

Inspection Report		Post Inspection Memorandum	
Inspector/Submit Date: February 10,2011	Inspector/Submit Date:	February 10,2011	
	Peer Review/Date:		
	Director Approval/Date:		
POST INSPECTION MEMORANDUM (PIM)			
Name of Operator: Black Hills Energy		OPID #: 15359	
Name of Unit(s): Papillion		Unit #(s): 02-07-000	
Records Location: Lincoln		Activity #	
Unit Type & Commodity: Private Natural Gas Distribution			
Inspection Type: Corrosion Control Records		Inspection Date(s): February 9 & 10, 2011	
PHMSA Representative(s): Stephen Lucas DSFM 8715			AFO Days:

Company System Maps (copies for Region Files):	
Validate SMART Data (components, miles, etc): <input type="checkbox"/>	Acquisition(s), Sale or New Construction (submit SMART update): <input type="checkbox"/>
Validate Additional Requirements Resulting From Waiver(s) or Special Permit(s):	

Summary:	Corrosion control records inspected
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Findings:	<p>no survey for atmospheric corrosion has been performed in the Black Hills Energy towns of: Nickerson since February 22, 2006 Gretna between January 26, 2006 and October 25, 2010 Waterloo between September 1, 2006 and October 10, 2010</p>
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Name of Operator: Black Hills Energy			
OP ID No. ⁽¹⁾		Unit ID No. ⁽¹⁾	
HQ Address: P.O. Box 1356 Columbus, NE 68602		System/Unit Name & Address: ⁽¹⁾	
Co. Official:	Kevin Jarosz	Activity Record ID No.:	
Phone No.:	(402) 935-4871	Phone No.:	
Fax No.:		Fax No.:	
Emergency Phone No.:	1-800-694-8989	Emergency Phone No.:	1-800-694-8989
Persons Interviewed		Title	
Darrin Worrell		Field Operations Supervisor Corrosion/Measurement	
Dan Esquivel		Corrosion Technician	
Lance Lambert		Corrosion Technician	
PHMSA Representative(s) ⁽¹⁾		Inspection Date(s) ⁽¹⁾	
Company System Maps (Copies for Region Files):			

Unit Description
 Black Hills Energy towns of Arlington, Blair, Craig, Cargill Transmission Line, Fontanelle, Fremont (west), Ginger Cove, Gretna, Hooper, Mead, Mead Ordinance (Ashland #3), Nickerson, Tekamah, Uehling, Valley, Valley / Valmont, Waterloo, Waterloo West Shore, and Riverside Lakes.

Portion of Unit Inspected: ⁽¹⁾
 Black Hills Energy towns of Arlington, Fontanelle, Fremont (west), Ginger Cove, Gretna, Hooper, Mead, Mead Ordinance (Ashland #3), Nickerson, Tekamah, Uehling, Valley, Valley / Valmont, Waterloo, Waterloo West Shore, and Riverside Lakes.

For gas transmission and distribution pipeline inspections, the attached evaluation form should be used in conjunction with 49CFR Parts 191 and 192.

¹ Information not required if included on page 1.

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GAS SYSTEM OPERATIONS						
Gas Supplier	n/a	Date:	n/a			
Unaccounted for gas:	n/a	Services:	<i>Residential</i>	<i>Commercial</i>	<i>Industrial</i>	<i>Other</i>
			n/a	n/a	n/a	n/a
Operating Pressure(s):		MAOP (Within last year)		Actual Operating Pressure (At time of Inspection)		
Feeder:	n/a	n/a		n/a		
Town:	n/a	n/a		n/a		
Other:	n/a	n/a		n/a		
Does the operator have any transmission pipelines?		yes				
For compressor station inspections, use Attachment 4.		n/a				

49CFR PART 191

REPORTING PROCEDURES			S	U	N/A	N/C
.605(b)(4)	Procedures for gathering data for incident reporting					
	191.5	Telephonically reporting incidents to NRC (800) 424-8802			X	
	191.15(a)	30-day follow-up written report (Form 7100-2)			X	
	191.15(b)	Supplemental report (to 30-day follow-up)			X	
.605(a)	191.23	Reporting safety-related condition (SRCR)			X	
	191.25	Filing the SRCR within 5 days of determination, but not later than 10 days after discovery			X	
.605(d)	Instructions to enable operation and maintenance personnel to recognize potential Safety Related Conditions				X	

Comments:
 Not in scope of this inspection

49CFR PART 192

.13(c)	CUSTOMER AND EFV INSTALLATION NOTIFICATION PROCEDURES		S	U	N/A	N/C
	.16	Procedures for notifying new customers, within 90 days , of their responsibility for those selections of service lines not maintained by the operator.			X	
.381	If EFVs are installed, they must meet the performance requirements of §192.381			X		
.383	If the operator has a voluntary installation program for excess flow valves, the program must meet the requirements outlined in §192.383.			X		
.383	If the operator does not have a voluntary program for EFV installations, customers must be notified in accordance with §192.383.			X		

.605(a)	NORMAL OPERATING and MAINTENANCE PROCEDURES		S	U	N/A	N/C
	.605(a)	O&M Plan review and update procedure (1 per year/15 months)			X	
.605(b)(3)	Making construction records, maps, and operating history available to appropriate operating personnel			X		
.605(b)(5)	Start up and shut down of the pipeline to assure operation within MAOP plus allowable buildup			X		
.605(b)(8)	Periodically reviewing the work done by operator's personnel to determine the effectiveness and adequacy of the procedures used in normal operation and maintenance and modifying the procedures when deficiencies are found			X		
.605(b)(9)	Taking adequate precautions in excavated trenches to protect personnel from the hazards of unsafe accumulations of vapors or gas, and making available when needed at the excavation, emergency rescue equipment, including a breathing apparatus and a rescue harness and line			X		

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.605(a)	NORMAL OPERATING and MAINTENANCE PROCEDURES	S	U	N/A	N/C
.605(b)(10)	Routine inspection and testing of pipe-type or bottle-type holders			X	
.605(b)(11)	Responding promptly to a report of a gas odor inside or near a building, unless the operator's emergency proced. under §192.615(a)(3) specifically apply to these reports.			X	

Comments:
 Not in scope of this inspection

.605(a)	CHANGE in CLASS LOCATION PROCEDURES	S	U	N/A	N/C
.609	Class location study			X	
.611	Confirmation or revision of MAOP			X	

Comments:
 Not in scope of this inspection

.613	CONTINUING SURVEILLANCE PROCEDURES	S	U	N/A	N/C
.613(a)	Procedures for surveillance and required actions relating to change in class location, failures, leakage history, corrosion, substantial changes in CP requirements, and unusual operating and maintenance conditions			X	
.613(b)	Procedures requiring MAOP to be reduced, or other actions to be taken, if a segment of pipeline is in unsatisfactory condition			X	

Comments:
 Not in scope of this inspection

.605(a)	DAMAGE PREVENTION PROGRAM PROCEDURES	S	U	N/A	N/C
.614(c)	Participation in a qualified one-call program, or if available, a company program that complies with the following:				
	(1) Identify persons who engage in excavating			X	
	(2) Provide notification to the public in the One Call area			X	
	(3) Provide means for receiving and recording notifications of pending excavations			X	
	(4) Provide notification of pending excavations to the members			X	
	(5) Provide means of temporary marking for the pipeline in the vicinity of the excavations			X	
	(6) Provides for follow-up inspection of the pipeline where there is reason to believe the pipeline could be damaged			X	
	(i) Inspection must be done to verify integrity of the pipeline			X	
	(ii) After blasting, a leak survey must be conducted as part of the inspection by the operator			X	

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Comments:
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.615	EMERGENCY PROCEDURES	S	U	N/A	N/C
.615(a)(1)	Receiving, identifying, and classifying notices of events which require immediate response by the operator			X	
.615(a)(2)	Establish and maintain communication with appropriate public officials regarding possible emergency			X	
.615(a)(3)	Prompt response to each of the following emergencies:				
	(i) Gas detected inside a building			X	
	(ii) Fire located near a pipeline			X	
	(iii) Explosion near a pipeline			X	
	(iv) Natural disaster			X	
.615(a)(4)	Availability of personnel, equipment, instruments, tools, and material required at the scene of an emergency			X	
.615(a)(5)	Actions directed towards protecting people first, then property			X	
.615(a)(6)	Emergency shutdown or pressure reduction to minimize hazards to life or property			X	
.615(a)(7)	Making safe any actual or potential hazard to life or property			X	
.615(a)(8)	Notifying appropriate public officials required at the emergency scene and coordinating planned and actual responses with these officials			X	
.615(a)(9)	Instructions for restoring service outages after the emergency has been rendered safe			X	
.615(a)(10)	Investigating accidents and failures as soon as possible after the emergency			X	
.615(b)(1)	Furnishing applicable portions of the emergency plan to supervisory personnel who are responsible for emergency action			X	
.615(b)(2)	Training appropriate employees as to the requirements of the emergency plan and verifying effectiveness of training			X	
.615(b)(3)	Reviewing activities following emergencies to determine if the procedures were effective			X	
.615(c)	Establish and maintain liaison with appropriate public officials, such that both the operator and public officials are aware of each other's resources and capabilities in dealing with gas emergencies			X	

Comments:
Not in scope of this inspection

PUBLIC AWARENESS PROGRAM PROCEDURES (Also in accordance with API RP 1162)		S	U	N/A	N/C
.605(a)	.616	Public Awareness Program also in accordance with API RP 1162 (Amdt 192-99 pub. 5/19/05 eff. 06/20/05 and Amdt 192-not numbered pub 12/13/07 eff. 12/13/07).			
	.616(d)	The operator's program must specifically include provisions to educate the public, appropriate government organizations, and persons engaged in excavation related activities on:			
	(1)	Use of a one-call notification system prior to excavation and other damage prevention activities;			
	(2)	Possible hazards associated with unintended releases from a gas pipeline facility;			
	(3)	Physical indications of a possible release;			

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PUBLIC AWARENESS PROGRAM PROCEDURES		S	U	N/A	N/C	
<i>(Also in accordance with API RP 1162)</i>						
	(4)	Steps to be taken for public safety in the event of a gas pipeline release; and		X		
	(5)	Procedures to report such an event (to the operator).		X		
.616(e)	The operator's program must include activities to advise affected municipalities, school districts, businesses, and residents of pipeline facility locations.				X	
.616(f)	The operator's program and the media used must be comprehensive enough to reach all areas in which the operator transports gas.				X	
.616(g)	The program must be conducted in English and any other languages commonly understood by a significant number of the population in the operator's area?				X	
.616(h)	IAW API RP 1162, the operator's program should be reviewed for effectiveness within four years of the date the operator's program was first completed. <u>For operators in existence on June 20, 2005</u> , who must have completed their written programs no later than June 20, 2006, the first evaluation is due no later than June 20, 2010 .				X	
.616(j)	Operators of a master meter or petroleum gas systems (unless the operator transports gas as a primary activity) must develop/implement a written procedure to provide its customers public awareness messages twice annually that includes: (1) A description of the purpose and reliability of the pipeline; (2) An overview of the hazards of the pipeline and prevention measures used; (3) Information about damage prevention; (4) How to recognize and respond to a leak; and (5) How to get additional information. (See this subpart for requirements for master meter or petroleum gas system operators not located on property controlled by the operator.)				X	

Comments:
 Not in scope of this inspection

.617	FAILURE INVESTIGATION PROCEDURES		S	U	N/A	N/C
.617	Analyzing accidents and failures including laboratory analysis where appropriate to determine cause and prevention of recurrence				X	

Comments:
 Not in scope of this inspection

.605(a)	MAOP PROCEDURES		S	U	N/A	N/C
.619	Establishing MAOP so that it is commensurate with the class location				X	
	MAOP cannot exceed the lowest of the following:					
	(a)(1) Design pressure of the weakest element				X	
	(a)(2) Test pressure divided by applicable factor				X	

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.605(a)	MAOP PROCEDURES	S	U	N/A	N/C									
	(a)(3) The highest actual operating pressure to which the segment of line was subjected during the 5 years preceding the applicable date in second column, unless the segment was tested according to .619(a)(2) after the applicable date in the third column or the segment was uprated according to subpart K.			X										
	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 55%;">Pipeline segment</th> <th style="width: 20%;">Pressure date</th> <th style="width: 25%;">Test date</th> </tr> </thead> <tbody> <tr> <td>- Onshore transmission line that was a gathering line not subject to this part before March 15, 2006.</td> <td>March 15, 2006, or date line becomes subject to this part, whichever is later.</td> <td>5 years preceding applicable date in second column.</td> </tr> <tr> <td>All other pipelines.</td> <td>July 1, 1970.</td> <td>July 1, 1965.</td> </tr> </tbody> </table>	Pipeline segment	Pressure date	Test date	- Onshore transmission line that was a gathering line not subject to this part before March 15, 2006.	March 15, 2006, or date line becomes subject to this part, whichever is later.	5 years preceding applicable date in second column.	All other pipelines.	July 1, 1970.	July 1, 1965.				
Pipeline segment	Pressure date	Test date												
- Onshore transmission line that was a gathering line not subject to this part before March 15, 2006.	March 15, 2006, or date line becomes subject to this part, whichever is later.	5 years preceding applicable date in second column.												
All other pipelines.	July 1, 1970.	July 1, 1965.												
	(a)(4) Maximum safe pressure determined by operator.			X										
	(b) Overpressure protective devices must be installed if .619(a)(4) is applicable			X										
	(c) The requirements on pressure restrictions in this section do not apply in the following instance. An operator may operate a segment of pipeline found to be in satisfactory condition, considering its operating and maintenance history, at the highest actual operating pressure to which the segment was subjected during the 5 years preceding the applicable date in the second column of the table in paragraph (a)(3) of this section. An operator must still comply with § 192.611			X										
.621	MAOP - High Pressure Distribution Systems Note: New PA-11 design criteria is incorporated into 192.121 & .123, (Final Rule Pub. 24 December, 2008)			X										
.623	Max./Min. Allowable Operating Pressure - Low Pressure Distribution Systems			X										

Comments:
 Not in scope of this inspection

.13(c)	PRESSURE TEST PROCEDURES	S	U	N/A	N/C
	.503 Pressure testing			X	

Comments:
 Not in scope of this inspection

.605(a)	ODORIZATION of GAS PROCEDURES	S	U	N/A	N/C
.625(a)	Distribution lines must contain odorized gas. – must be readily detectable by person with normal sense of smell at 1/5 of the LEL			X	
.625(b)	Odorized gas in Class 3 or 4 locations (if applicable).			X	
.625(f)	Periodic gas sampling, using an instrument capable of determining the percentage of gas in air at which the odor becomes readily detectable.			X	

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.605(a)	TAPPING PIPELINES UNDER PRESSURE PROCEDURES	S	U	N/A	N/C
	.627 Hot taps must be made by a qualified crew NDT testing is suggested prior to tapping the pipe. Reference API RP 2201 for Best Practices .			X	

Comments:
 Not in scope of this inspection

.605(a)	PIPELINE PURGING PROCEDURES	S	U	N/A	N/C
	.629 Purging of pipelines must be done to prevent entrapment of an explosive mixture in the pipeline				
	(a) Lines containing air must be properly purged.			X	
	(b) Lines containing gas must be properly purged			X	

Comments:
 Not in scope of this inspection

.605(a)	MAINTENANCE PROCEDURES	S	U	N/A	N/C
	.703(b) Each segment of pipeline that becomes unsafe must be replaced, repaired, or removed from service			X	
	(c) Hazardous leaks must be repaired promptly			X	

Comments:
 Not in scope of this inspection

.605(b)	TRANSMISSION LINES - PATROLLING & LEAKAGE SURVEY PROCEDURES	S	U	N/A	N/C											
	.705(a) Patrolling ROW conditions			X												
	(b) Maximum interval between patrols of lines:			X												
	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 30%;">Class Location</th> <th style="width: 35%;">At Highway and Railroad Crossings</th> <th style="width: 35%;">At All Other Places</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">1 and 2</td> <td style="text-align: center;">2/yr (7½ months)</td> <td style="text-align: center;">1/yr (15 months)</td> </tr> <tr> <td style="text-align: center;">3</td> <td style="text-align: center;">4/yr (4½ months)</td> <td style="text-align: center;">2/yr (7½ months)</td> </tr> <tr> <td style="text-align: center;">4</td> <td style="text-align: center;">4/yr (4½ months)</td> <td style="text-align: center;">4/yr (4½ months)</td> </tr> </tbody> </table>	Class Location	At Highway and Railroad Crossings	At All Other Places	1 and 2	2/yr (7½ months)	1/yr (15 months)	3	4/yr (4½ months)	2/yr (7½ months)	4	4/yr (4½ months)	4/yr (4½ months)			
Class Location	At Highway and Railroad Crossings	At All Other Places														
1 and 2	2/yr (7½ months)	1/yr (15 months)														
3	4/yr (4½ months)	2/yr (7½ months)														
4	4/yr (4½ months)	4/yr (4½ months)														
	.706 Leakage surveys – 1 year/15 months			X												
	Leak detector equipment survey requirements for lines transporting un-odorized gas			X												
	(a) Class 3 locations - 7½ months but at least twice each calendar year			X												
	(b) Class 4 locations - 4½ months but at least 4 times each calendar year			X												

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.605(b)	DISTRIBUTION SYSTEM PATROLLING & LEAKAGE SURVEY PROCEDURES	S	U	N/A	N/C
.721(a)	Frequency of patrolling mains must be determined by the severity of the conditions which could cause failure or leakage (i.e., consider cast iron, weather conditions, known slip areas, etc.)			X	
.721(b)	Mains in places or on structures where anticipated physical movement or external loading could cause failure or leakage must be patrolled . . .				
(b)(1)	In business districts at intervals not exceeding 4½ months, but at least four times each calendar year; and			X	
(b)(2)	Outside business districts at intervals not exceeding 7½ months, but at least twice each calendar year			X	
.723(a) & (b)	Periodic leak surveys determined by the nature of the operations and conditions.			X	
(b)(1)	In business districts as specified, 1/yr (15 months)			X	
(b)(2)	Outside of business districts as specified, once every 5 calendar years/63 mos.; for unprotected lines subject to .465(e) where electrical surveys are impractical, once every 3 years/39 mos.			X	

Comments:
 Not in scope of this inspection

.605(b)	LINE MARKER PROCEDURES	S	U	N/A	N/C
.707	Line markers installed and labeled as required			X	

Comments:
 Not in scope of this inspection

.605(b)	TRANSMISSION RECORD KEEPING PROCEDURES	S	U	N/A	N/C
.709	Records must be maintained...			X	
(a)	Repairs to the pipe – life of system			X	
(b)	Repairs to “other than pipe” – 5 years			X	
(c)	Operation (Sub L) and Maintenance (Sub M) patrols, surveys, tests – 5 years or until next one			X	

Comments:
 Not in scope of this inspection

.605(b)	TRANSMISSION FIELD REPAIR PROCEDURES	S	U	N/A	N/C
	Imperfections and Damages				
.713(a)	Repairs of imperfections and damages on pipelines operating above 40% SMYS				
(1)	Cut out a cylindrical piece of pipe and replace with pipe of ∃ design strength			X	
(2)	Use of a reliable engineering method			X	
.713(b)	Reduce operating pressure to a safe level during the repair			X	
	Permanent Field Repair of Welds				
.715	Welds found to be unacceptable under §192.241(c) must be repaired by:				

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.605(b)	TRANSMISSION FIELD REPAIR PROCEDURES	S	U	N/A	N/C
	(a) Taking the line out of service and repairing in accordance with §192.245:			X	
	▪ Cracks longer than 8% of the weld length (except offshore) must be removed			X	
	▪ For each weld that is repaired, the defect must be removed down to clean metal and the pipe preheated if conditions demand it			X	
	▪ Repairs must be inspected to ensure acceptability			X	
	▪ Crack repairs or defect repairs in previously repaired areas must be done in accordance with qualified written welding procedures			X	
	(b) If the line remains in service, the weld may be repaired in accordance with §192.245 if:			X	
	(1) The weld is not leaking			X	
	(2) The pressure is reduced to produce a stress that is 20% of SMYS or less			X	
	(3) Grinding is limited so that 1/8 inch of pipe weld remains			X	
	(c) If the weld cannot be repaired in accordance with (a) or (b) above, a full encirclement welded split sleeve must be installed			X	
	Permanent Field Repairs of Leaks				
.717	Field repairs of leaks must be made as follows:				
	(a) Replace by cutting out a cylinder and replace with pipe similar or of greater design			X	
	(b)(1) Install a full encirclement welded split sleeve of an appropriate design unless the pipe is joined by mechanical couplings and operates at less than 40% SMYS			X	
	(b)(2) A leak due to a corrosion pit may be repaired by installing a bolt on leak clamp			X	
	(b)(3) For a corrosion pit leak, if a pipe is not more than 40,000 psi SMYS , the pits may be repaired by fillet welding a steel plate . The plate must have rounded corners and the same thickness or greater than the pipe, and not more than 1/2D of the pipe size			X	
	(b)(4) Submerged offshore pipe or pipe in inland navigable waterways may be repaired with a mechanically applied full encirclement split sleeve of appropriate design			X	
	(b)(5) Apply reliable engineering method			X	
	Testing of Repairs				
.719(a)	Replacement pipe must be pressure tested to meet the requirements of a new pipeline				
(b)	For lines of 6-inch diameter or larger and that operate at 20% of more of SMYS , the repair must be nondestructively tested in accordance with §192.241©			X	

Comments:
 Not in scope of this inspection

.605(b)	TEST REQUIREMENTS FOR REINSTATING SERVICE LINES	S	U	N/A	N/C
.725(a)	Except for .725(b), disconnected service lines must be tested the same as a new service line.			X	
(b)	Service lines that are temporarily disconnected must be tested from the point of disconnection, the same as a new service line, before reconnect. See code for exception to this.			X	

Comments:
 Not in scope of this inspection

.605(b)	ABANDONMENT or DEACTIVATION of FACILITIES PROCEDURES	S	U	N/A	N/C
.727(b)	Operator must disconnect both ends, purge, and seal each end before abandonment or a period of deactivation where the pipeline is not being maintained. Offshore abandoned pipelines must be filled with water or an inert material, with the ends sealed			X	

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.605(b)	ABANDONMENT or DEACTIVATION of FACILITIES PROCEDURES	S	U	N/A	N/C
(c)	Except for service lines, each inactive pipeline that is not being maintained under Part 192 must be disconnected from all gas sources/supplies, purged, and sealed at each end.			X	
(d)	Whenever service to a customer is discontinued, do the procedures indicate one of the following:				
	(1) The valve that is closed to prevent the flow of gas to the customer must be provided with a locking device or other means designed to prevent the opening of the valve by persons other than those authorized by the operator			X	
	(2) A mechanical device or fitting that will prevent the flow of gas must be installed in the service line or in the meter assembly			X	
	(3) The customer’s piping must be physically disconnected from the gas supply and the open pipe ends sealed			X	
(e)	If air is used for purging, the operator shall ensure that a combustible mixture is not present after purging			X	
.727(g)	Operator must file reports upon abandoning underwater facilities crossing navigable waterways, including offshore facilities.			X	

Comments:
 Not in scope of this inspection

.605(b)	PRESSURE LIMITING and REGULATING STATION PROCEDURES	S	U	N/A	N/C						
.739(a)	Inspection and testing procedures for pressure limiting stations, relief devices, pressure regulating stations and equipment (1 per yr/15 months)			X							
	(1) In good mechanical condition			X							
	(2) Adequate from the standpoint of capacity and reliability of operation for the service in which it is employed			X							
	(3) Set to control or relieve at correct pressures consistent with .201(a), except for .739(b).			X							
	(4) Properly installed and protected from dirt, liquids, and other conditions that may prevent proper oper.			X							
.739(b)	For steel lines if MAOP is determined per .619(c) and the MAOP is 60 psi (414 kPa) gage or more . . .										
	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 40%;">If MAOP produces hoop stress that</td> <td style="width: 60%;">Then the pressure limit is:</td> </tr> <tr> <td>Is greater than 72 percent of SMYS</td> <td style="text-align: center;">MAOP plus 4 percent</td> </tr> <tr> <td>Is unknown as a percent of SMYS</td> <td>A pressure that will prevent unsafe operation of the pipeline considering its operating and maintenance history and MAOP</td> </tr> </table>	If MAOP produces hoop stress that	Then the pressure limit is:	Is greater than 72 percent of SMYS	MAOP plus 4 percent	Is unknown as a percent of SMYS	A pressure that will prevent unsafe operation of the pipeline considering its operating and maintenance history and MAOP			X	
If MAOP produces hoop stress that	Then the pressure limit is:										
Is greater than 72 percent of SMYS	MAOP plus 4 percent										
Is unknown as a percent of SMYS	A pressure that will prevent unsafe operation of the pipeline considering its operating and maintenance history and MAOP										
.741	Telemetry or Recording Gauges										
	(a) In place to indicate gas pressure in the district that is supplied by more than one regulating station			X							
	(b) Determine the need in a distribution system supplied by only one district station			X							
	(c) Inspect equipment and take corrective measures when indications of abnormally high or low pressure			X							
.743	Testing of Relief Devices										
.743	(a) Capacity must be consistent with .201(a) except for .739(b), and be determined 1 per yr/15 mo.			X							
	(b) If calculated, capacities must be compared; annual review and documentation are required.			X							
	(c) If insufficient capacity, new or additional devices must be installed to provide required capacity.			X							

Comments:
 Not in scope of this inspection

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.605(b)	VALVE AND VAULT MAINTENANCE PROCEDURES	S	U	N/A	N/C
	Transmission Valves				
.745	(a) Inspect and partially operate each transmission valve that might be required during an emergency (1 per yr/15 months)			X	
.745	(b) Prompt remedial action required, or designate alternative valve.			X	
	Distribution Valves				
.747	(a) Check and service each valve that may be necessary for the safe operation of a distribution system (1 per yr/15 months)			X	
	(b) Prompt remedial action required, or designate alternative valve.			X	
	Vaults				
.749	Inspection of vaults greater than 200 cubic feet (1 per yr/15 months)			X	

.605(b)	PREVENTION of ACCIDENTAL IGNITION PROCEDURES	S	U	N/A	N/C
.751	Reduce the hazard of fire or explosion by:				
	(a) Removal of ignition sources in presence of gas and providing for a fire extinguisher			X	
	(b) Prevent welding or cutting on a pipeline containing a combustible mixture			X	
	(c) Post warning signs			X	

Comments:
 Not in scope of this inspection

.605(b)	CAULKED BELL AND SPIGOT JOINTS PROCEDURES	S	U	N/A	N/C
.753	Cast-iron caulked bell and spigot joint repair:				
	(a) When subject to more than 25 psig, sealed with mechanical clamp, or sealed with material/device which does not reduce flexibility, permanently bonds, and seals and bonds as prescribed in §192.753(a)(2)(iii)			X	
	(b) When subject to 25 psig or less, joints, when exposed for any reason, must be sealed by means other than caulking			X	

.605(b)	PROTECTING CAST-IRON PIPELINE PROCEDURES	S	U	N/A	N/C
.755	Operator has knowledge that the support for a segment of a buried cast-iron pipeline is disturbed must provide protection.				
	(a) Vibrations from heavy construction equipment, trains, trucks, buses or blasting?			X	
	(b) Impact forces by vehicles?			X	
	(c) Earth movement?			X	
	(d) Other foreseeable outside forces which might subject the segment of pipeline to a bending stress			X	
	(e) Provide permanent protection for the disturbed section as soon as feasible			X	

.13(c)	WELDING AND WELD DEFECT REPAIR/REMOVAL PROCEDURES	S	U	N/A	N/C
.225	(a) Welding procedures must be qualified under Section 5 of API 1104 or Section IX of ASME Boiler and Pressure Code by destructive test.			X	
	(b) Retention of welding procedure – details and test			X	
.227	(a) Welders must be qualified by Section 6 of API 1104 (19th Ed., 1999, including errata October 31, 2001; and 20th edition 2007, including errata 2008) or Section IX of ASME Boiler and Pressure Code (2004 ed. Including addenda through July 1, 2005) See exception in .227(b).			X	
	(b) Welders may be qualified under section I of Appendix C to weld on lines that operate at < 20% SMYS.			X	

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.13(c)	WELDING AND WELD DEFECT REPAIR/REMOVAL PROCEDURES	S	U	N/A	N/C
.229	(a) To weld on compressor station piping and components, a welder must successfully complete a destructive test			X	
	(b) Welder must have used welding process within the preceding 6 months			X	
	(c) A welder qualified under .227(a)–				
.229(c)	(1) May not weld on pipe that operates at \geq 20% SMYS unless within the preceding 6 calendar months the welder has had one weld tested and found acceptable under the sections 6 or 9 of API Standard 1104 ; may maintain an ongoing qualification status by performing welds tested and found acceptable at least twice per year , not exceeding 7½ months ; may not requalify under an earlier referenced edition.			X	
	(2) May not weld on pipe that operates at < 20% SMYS unless is tested in accordance with .229(c)(1) or requalifies under .229(d)(1) or (d)(2).			X	
	(d) Welders qualified under .227(b) may not weld unless:				
	(1) Requalified within 1 year/15 months , or			X	
	(2) Within 7½ months but at least twice per year had a production weld pass a qualifying test			X	
.231	Welding operation must be protected from weather			X	
.233	Miter joints (consider pipe alignment)			X	
.235	Welding preparation and joint alignment			X	
.241	(a) Visual inspection must be conducted by an individual qualified by appropriate training and experience to ensure:			X	
	(1) Compliance with the welding procedure			X	
	(2) Weld is acceptable in accordance with Section 9 of API 1104			X	
	(b) Welds on pipelines to be operated at 20% or more of SMYS must be nondestructively tested in accordance with 192.243 except welds that are visually inspected and approved by a qualified welding inspector if:			X	
	(1) The nominal pipe diameter is less than 6 inches , or			X	
	(2) The pipeline is to operate at a pressure that produces a hoop stress of less than 40% of SMYS and the welds are so limited in number that nondestructive testing is impractical			X	
.241	(c) Acceptability based on visual inspection or NDT is determined according to Section 9 of API 1104 . If a girth weld is unacceptable under Section 9 for a reason other than a crack, and if Appendix A to API 1104 applies to the weld, the acceptability of the weld may be further determined under that appendix.			X	
	Repair and Removal of Weld Defects				
.245	(a) Each weld that is unacceptable must be removed or repaired. Except for offshore pipelines, a weld must be removed if it has a crack that is more than 8% of the weld length			X	
	(b) Each weld that is repaired must have the defect removed down to sound metal, and the segment to be repaired must be preheated if conditions exist which would adversely affect the quality of the weld repair. After repair, the weld must be inspected and found acceptable.			X	
	(c) Repair of a crack or any other defect in a previously repaired area must be in accordance with a written weld repair procedure, qualified under §192.225			X	
	Note: Sleeve Repairs – use low hydrogen rod (Best Practices –ref. API 1104 App. B, In Service Welding)				

Comments:
 Not in scope of this inspection

.13(c)	NONDESTRUCTIVE TESTING PROCEDURES	S	U	N/A	N/C
.243	(a) Nondestructive testing of welds must be performed by any process, other than trepanning, that clearly indicates defects that may affect the integrity of the weld			X	
	(b) Nondestructive testing of welds must be performed:				

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.13(c)	NONDESTRUCTIVE TESTING PROCEDURES	S	U	N/A	N/C
	(1) In accordance with a written procedure, and			X	
	(2) By persons trained and qualified in the established procedures and with the test equipment used			X	
	(c) Procedures established for proper interpretation of each nondestructive test of a weld to ensure acceptability of the weld under 192.241©			X	
	(d) When nondestructive testing is required under §192.241(b) , the following percentage of each day's field butt welds, selected at random by the operator, must be nondestructively tested over the entire circumference				
	(1) In Class 1 locations at least 10%			X	
	(2) In Class 2 locations at least 15%			X	
	(3) In Class 3 and 4 locations, at crossings of a major navigable river, offshore, and within railroad or public highway rights-of-way, including tunnels, bridges, and overhead road crossings, 100% unless impractical, then 90% . Nondestructive testing must be impractical for each girth weld not tested.			X	
	(4) At pipeline tie-ins, 100%			X	
	(e) Except for a welder whose work is isolated from the principal welding activity, a sample of each welder's work for each day must be nondestructively tested, when nondestructive testing is required under §192.241(b)			X	
	(f) Nondestructive testing – the operator must retain, for the life of the pipeline, a record showing by mile post, engineering station, or by geographic feature, the number of welds nondestructively tested, the number of welds rejected, and the disposition of the rejected welds.			X	

Comments:
 Not in scope of this inspection

.273(b)	JOINING of PIPELINE MATERIALS	S	U	N/A	N/C
.281	(a) A plastic pipe joint that is joined by solvent cement, adhesive, or heat fusion may not be disturbed until it has properly set. Plastic pipe may not be joined by a threaded joint or miter joint.			X	
	(b) Each solvent cement joint on plastic pipe must comply with the following:				
	(1) The mating surfaces of the joint must be clean, dry, and free of material which might be detrimental to the joint.			X	
	(2) The solvent cement must conform to ASTM Designation: D 2513.			X	
	(3) The joint may not be heated to accelerate the setting of the cement.			X	
	(c) Each heat-fusion joint on plastic pipe must comply with the following:				
	(1) A butt heat-fusion joint must be joined by a device that holds the heater element square to the ends of the piping, compresses the heated ends together, and holds the pipe in proper alignment while the plastic hardens.			X	
	(2) A socket heat-fusion joint must be joined by a device that heats the mating surfaces of the joint uniformly and simultaneously to essentially the same temperature.			X	
	(3) An electrofusion joint must be joined utilizing the equipment and techniques of the fittings manufacturer or equipment and techniques shown, by testing joints to the requirements of §192.283(a)(1)(iii) , to be at least equivalent to those of the fittings manufacturer.			X	
	(4) Heat may not be applied with a torch or other open flame.			X	
	(d) Each adhesive joint on plastic pipe must comply with the following:				
	(1) The adhesive must conform to ASTM Designation: D 2517.			X	
	(2) The materials and adhesive must be compatible with each other.			X	
	(e) Each compression type mechanical joint on plastic pipe must comply with the following:				
	(1) The gasket material in the coupling must be compatible with the plastic.			X	

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.273(b)	JOINING of PIPELINE MATERIALS	S	U	N/A	N/C
	(2) A rigid internal tubular stiffener, other than a split tubular stiffener, must be used in conjunction with the coupling.			X	
.283	(a) Before any written procedure established under §192.273(b) is used for making plastic pipe joints by a heat fusion, solvent cement, or adhesive method, the procedure must be qualified by subjecting specimen joints made according to the procedure to the following tests:				
	(1) The burst test requirements of–				
	(i) Thermoplastic pipe: paragraph 6.6 (sustained pressure test) or paragraph 6.7 (Minimum Hydrostatic Burst Test) or paragraph 8.9 (Sustained Static pressure Test) of ASTM D2513			X	
	(ii) Thermosetting plastic pipe: paragraph 8.5 (Minimum Hydrostatic Burst Pressure) or paragraph 8.9 (Sustained Static Pressure Test) of ASTM D2517; or			X	
	(iii) Electrofusion fittings for polyethylene pipe and tubing: paragraph 9.1 (Minimum Hydraulic Burst Pressure Test), paragraph 9.2 (Sustained Pressure Test), paragraph 9.3 (Tensile Strength Test), or paragraph 9.4 (Joint Integrity Tests) of ASTM Designation F1055.			X	
	(2) For procedures intended for lateral pipe connections, subject a specimen joint made from pipe sections joined at right angles according to the procedure to a force on the lateral pipe until failure occurs in the specimen. If failure initiates outside the joint area, the procedure qualifies for use; and,			X	
	(3) For procedures intended for non-lateral pipe connections, follow the tensile test requirements of ASTM D638, except that the test may be conducted at ambient temperature and humidity If the specimen elongates no less than 25 percent or failure initiates outside the joint area, the procedure qualifies for use.			X	
	(b) Before any written procedure established under §192.273(b) is used for making mechanical plastic pipe joints that are designed to withstand tensile forces, the procedure must be qualified by subjecting five specimen joints made according to the procedure to the following tensile test:				
	(1) Use an apparatus for the test as specified in ASTM D 638 (except for conditioning).			X	
	(2) The specimen must be of such length that the distance between the grips of the apparatus and the end of the stiffener does not affect the joint strength.			X	
	(3) The speed of testing is 0.20 in. (5.0 mm) per minute, plus or minus 25 percent.			X	
	(4) Pipe specimens less than 4 inches (102 mm) in diameter are qualified if the pipe yields to an elongation of no less than 25 percent or failure initiates outside the joint area.			X	
	(5) Pipe specimens 4 inches (102 mm) and larger in diameter shall be pulled until the pipe is subjected to a tensile stress equal to or greater than the maximum thermal stress that would be produced by a temperature change of 100° F (38° C) or until the pipe is pulled from the fitting. If the pipe pulls from the fitting, the lowest value of the five test results or the manufacturer's rating, whichever is lower must be used in the design calculations for stress.			X	
	(6) Each specimen that fails at the grips must be retested using new pipe.			X	
	(7) Results pertain only to the specific outside diameter, and material of the pipe tested, except that testing of a heavier wall pipe may be used to qualify pipe of the same material but with a lesser wall thickness.			X	
	(c) A copy of each written procedure being used for joining plastic pipe must be available to the persons making and inspecting joints.			X	
	(d) Pipe or fittings manufactured before July 1, 1980, may be used in accordance with procedures that the manufacturer certifies will produce a joint as strong as the pipe.			X	
.285	(a) No person may make a plastic pipe joint unless that person has been qualified under the applicable joining procedure by:				
	(1) Appropriate training or experience in the use of the procedure; and			X	
	(2) Making a specimen joint from pipe sections joined according to the procedure that passes the inspection and test set forth in paragraph (b) of this section.			X	
	(b) The specimen joint must be:				
	(1) Visually examined during and after assembly or joining and found to have the same appearance as a joint or photographs of a joint that is acceptable under the procedure; and			X	
	(2) In the case of a heat fusion, solvent cement, or adhesive joint;			X	
	(i) Tested under any one of the test methods listed under §192.283(a) applicable to the type of joint and material being tested;			X	
				X	

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.273(b)	JOINING of PIPELINE MATERIALS	S	U	N/A	N/C
	(ii) Examined by ultrasonic inspection and found not to contain flaws that may cause failure; or				
	(A) Visually examined and found not to contain voids or discontinuities on the cut surfaces of the joint area; and			X	
	(B) Deformed by bending, torque, or impact, and if failure occurs, it must not initiate in the joint area.			X	
	(c) A person must be requalified under an applicable procedure, if during any 12-month period that person:				
	(1) Does not make any joints under that procedure; or			X	
	(2) Has 3 joints or 3 percent of the joints made, whichever is greater, under that procedure that are found unacceptable by testing under §192.513.			X	
	(d) Each operator shall establish a method to determine that each person making joints in plastic pipelines in the operator's system is qualified in accordance with this section.			X	
.287	No person may carry out the inspection of joints in plastic pipes required by §§192.273(c) and 192.285(b) unless that person has been qualified by appropriate training or experience in evaluating the acceptability of plastic pipe joints made under the applicable joining procedure.			X	

Comments:
 Not in scope of this inspection

.605(b)	CORROSION CONTROL PROCEDURES	S	U	N/A	N/C
.453	Are corrosion procedures established and carried out by or under the direction of a qualified person for:				
	▪ Design			X	
	▪ Operations			X	
	▪ Installation			X	
	▪ Maintenance			X	
.455	(a) For pipelines installed after July 31, 1971 , buried segments must be externally coated and (b) cathodically protected within one year after construction (see exceptions in code)			X	
	(c) Aluminum may not be installed in a buried or submerged pipeline if exposed to an environment with a natural pH in excess of 8 (see exceptions in code)			X	
.457	(a) All effectively coated steel transmission pipelines installed prior to August 1, 1971 , must be cathodically protected			X	
	(b) If installed before August 1, 1971 , cathodic protection must be provided in areas of active corrosion for: bare or ineffectively coated transmission lines, and bare or coated c/s, regulator sta., meter sta. piping, and (except for cast iron or ductile iron) bare or coated distribution lines.			X	
.459	Examination of buried pipeline when exposed: if corrosion is found, further investigation is required			X	
.461	Procedures must address the protective coating requirements of the regulations. External coating on the steel pipe must meet the requirements of this part.			X	
.463	Cathodic protection level according to Appendix D criteria			X	
.465	(a) Pipe-to-soil monitoring (1 per yr/15 months) or short sections (10% per year, all in 10 years)			X	
	(b) Rectifier monitoring (6 per yr/2½ months)			X	
	(c) Interference bond monitoring (as required)			X	
	(d) Prompt remedial action to correct any deficiencies indicated by the monitoring			X	
.465	(e) Electrical surveys (closely spaced pipe to soil) on bare/unprotected lines, cathodically protect active corrosion areas (1 per 3 years/39 months)			X	
.467	Electrical isolation (include casings)			X	
.469	Sufficient test stations to determine CP adequacy			X	
.471	Test lead maintenance			X	

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.605(b)	CORROSION CONTROL PROCEDURES	S	U	N/A	N/C
.473	Interference currents			X	
.475	(a) Proper procedures for transporting corrosive gas?			X	
	(b) Removed pipe must be inspected for internal corrosion. If found, the adjacent pipe must be inspected to determine extent. Certain pipe must be replaced. Steps must be taken to minimize internal corrosion.			X	
.476	Systems designed to reduce internal corrosion Amdt 192-(no number) Pub. 4/23/07, eff. 5/23/07			X	
	(a) New construction			X	
	(b) Exceptions – offshore pipeline and systems replaced before 5/23/07			X	
	(c) Evaluate impact of configuration changes to existing systems			X	
.477	Internal corrosion control coupon (or other suit. Means) monitoring (2 per yr/7½ months)			X	
.479	(a) Each exposed pipe must be cleaned and coated (see exceptions under .479(c))			X	
	Offshore splash zones and soil-to-air interfaces must be coated			X	
	(b) Coating material must be suitable			X	
	Coating is not required where operator has proven that corrosion will:				
	(c) (1) Only be a light surface oxide, or			X	
	(2) Not affect safe operation before next scheduled inspection			X	
.481	(a) Atmospheric corrosion control monitoring (1 per 3 yrs/39 months onshore; 1 per yr/15 months offshore)			X	
.481	(b) Special attention required at soil/air interfaces, thermal insulation, under disbonded coating, pipe supports, splash zones, deck penetrations, spans over water			X	
.481	(c) Protection must be provided if atmospheric corrosion is found (per §192.479)			X	
.483	Replacement and required pipe must be coated and cathodically protected (see code for exceptions)			X	
.485	(a) Procedures to replace pipe or reduce the MAOP if general corrosion has reduced the wall thickness?			X	
	(b) Procedures to replace/repair pipe or reduce MAOP if localized corrosion has reduced wall thickness (unless reliable engineering repair method exists)?			X	
	(c) Procedures to use Rstreng or B-31G to determine remaining wall strength?			X	
.487	Remedial measures (distribution lines other than cast iron or ductile iron)				
.489	Remedial measures (cast iron and ductile iron pipelines)				
.491	Corrosion control maps and record retention (pipeline service life or 5 yrs)			X	

Comments:
 Not in scope of this inspection

.801-.809	Subpart N — Qualification of Pipeline Personnel Procedures	S	U	N/A	N/C
	Refer to Operator Qualification Inspection Forms and Protocols (OPS web site)				

.901-.951	Subpart O — Pipeline Integrity Management	S	U	N/A	N/C
	This form does not cover Gas Pipeline Integrity Management Programs				

Subparts A - C	PART 199 – DRUG and ALCOHOL TESTING REGULATIONS and PROCEDURES	S	U	N/A	N/C
	Drug & Alcohol Testing & Alcohol Misuse Prevention Program – Use PHMSA Form # 13, PHMSA 2008 Drug and Alcohol Program Check.				

Comments:

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PIPELINE INSPECTION (Field)		S	U	N/A	N/C
.179	Valve Protection from Tampering or Damage			X	
.463	Cathodic Protection			X	
.465	Rectifiers			X	
.476	Systems designed to reduce internal corrosion			X	
.479	Pipeline Components Exposed to the Atmosphere			X	
.605	Knowledge of Operating Personnel			X	
.707	ROW Markers, Road and Railroad Crossings			X	
.719	Pre-pressure Tested Pipe (Markings and Inventory)			X	
.741	Telemetry, Recording gauges			X	
.739/.743	Pressure Limiting and Regulating Devices (spot-check field installed equipment vs. inspection records)			X	
.745	Valve Maintenance			X	
.751	Warning Signs			X	
.801 - .809	Operator Qualification - Use PHMSA Form 15 Operator Qualification Field Inspection Protocol Form			X	

Comments:
 Not in scope of this inspection

REGULATORY REPORTING PERFORMANCE AND RECORDS		S	U	N/A	N/C
191.5	Telephonic reports to NRC			X	
191.15	Written incident reports; supplemental incident reports (Form F 7100.2)			X	
191	Annual Reports (Forms 7100.1-1, 7100.2-1)			X	
191.23	Safety related condition reports			X	
192.16	Customer Notification (Verification – 90 days – and Elements)			X	
192.727(g)	Abandoned facilities offshore, onshore crossing commercially navigable waterways reports			X	

CONSTRUCTION PERFORMANCE AND RECORDS		S	U	N/A	N/C
.225	Test Results to Qualify Welding Procedures			X	
.227	Welder Qualification			X	
.241 (a)	Visual Weld Inspector Training/Experience			X	
.243 (b)(2)	Nondestructive Technician Qualification			X	
(c)	NDT procedures			X	
(f)	Total Number of Girth Welds			X	
(f)	Number of Welds Inspected by NDT			X	
(f)	Number of Welds Rejected			X	
(f)	Disposition of each Weld Rejected			X	
.273/.283	Qualified Joining Procedures Including Test Results			X	
.285	Personnel Joining Qualifications			X	
.287	Joining Inspection Qualifications			X	
.303	Construction Specifications			X	
.325	Underground Clearance			X	

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CONSTRUCTION PERFORMANCE AND RECORDS		S	U	N/A	N/C
.327	Amount, Location, Cover of each Size of Pipe Installed			X	
.383(e)	EFV customer notification			X	
.455	Cathodic Protection			X	

OPERATIONS and MAINTENANCE PERFORMANCE AND RECORDS		S	U	N/A	N/C
.517 (a)	Pressure Testing (operates at or above 100 psig) – useful life of pipeline			X	
.517 (b)	Pressure Testing (operates below 100 psig, service lines, plastic lines) – 5 years			X	
.603(b)	.605(a) Procedural Manual Review – Operations and Maintenance (1 per yr/15 months)			X	
	.605(b)(3) Availability of construction records, maps, operating history to operating personnel			X	
	.605(b)(8) Periodic review of personnel work – effectiveness of normal O&M procedures			X	
	.605(c)(4) Periodic review of personnel work – effectiveness of abnormal operation procedures			X	
.709	.614 Damage Prevention (Miscellaneous)			X	
	.609 Class Location Study (If Applicable)			X	
.603(b)	.615(b)(1) Location Specific Emergency Plan			X	
	.615(b)(2) Emergency Procedure training, verify effectiveness of training			X	
	.615(b)(3) Employee Emergency activity review, determine if procedures were followed.			X	
	.615(c) Liaison Program with Public Officials			X	
	.616 Public Awareness Program				
	.616(e & f)	Documentation properly and adequately reflects implementation of operator’s Public Awareness Program requirements - Stakeholder Audience identification, message type and content, delivery method and frequency, supplemental enhancements, program evaluations, etc. (i.e. contact or mailing rosters, postage receipts, return receipts, audience contact documentation, etc. for emergency responder, public officials, school superintendents, program evaluations, etc.). See table below:			X
API RP 1162 Baseline* Recommended Message Deliveries					
Stakeholder Audience (Natural Gas Transmission Line Operators)		Baseline Message Frequency (starting effective date of Plan)			
Residents Along Right-of-Way and Places of Congregation		2 years			
Emergency Officials		Annual			
Public Officials		3 years			
Excavator and Contractors		Annual			
One-Call Centers		As required of One-Call Center			
Stakeholder Audience (Gathering Line Operators)		Baseline Message Frequency (starting from effective date of Plan)			
Residents and Places of Congregation		Annual			
Emergency Officials		Annual			
Public Officials		3 years			
Excavators and Contractors		Annual			
One-Call Centers		As required of One-Call Center			
Stakeholder Audience (LDCs)		Baseline Message Frequency (starting from effective date of Plan)			
Residents Along Local Distribution System		Annual			
LDC Customers		Twice annually			
Emergency Officials		Annual			
Public Officials		3 years			
Excavator and Contractors		Annual			
One-Call Centers		As required of One-Call Center			
* Refer to API RP 1162 for additional requirements, including general program recommendations, supplemental requirements, recordkeeping, program evaluation, etc.					
.616(g)	The program must be conducted in English and any other languages commonly understood by a significant number of the population in the operator's area.			X	
.616(h)	Effectiveness Review of operator’s program.			X	

STANDARD INSPECTION REPORT OF A GAS DISTRIBUTION OPERATOR

Unless otherwise noted, all code references are to 49CFR Part 192. S – Satisfactory U – Unsatisfactory N/A – Not Applicable N/C – Not Checked
 If an item is marked U, N/A, or N/C, an explanation must be included in this report.

OPERATIONS and MAINTENANCE PERFORMANCE AND RECORDS		S	U	N/A	N/C												
	.616(j) Operators of a master meter or petroleum gas systems - public awareness messages 2 times annually : (1) A description of the purpose and reliability of the pipeline; (2) An overview of the hazards of the pipeline and prevention measures used; (3) Information about damage prevention; (4) How to recognize and respond to a leak; and (5) How to get additional information.			X													
.517	Pressure Testing			X													
.709	.619 .621 .623 Maximum Allowable Operating Pressure (MAOP) Note: New PA-11 design criteria is incorporated into 192.121 & .123. (Final Rule Pub. 24 December, 2008)			X													
	.625 Odorization of Gas			X													
	.705 Patrolling (Refer to Table Below)			X													
<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 30%;">Class Location</th> <th style="width: 35%;">At Highway and Railroad Crossings</th> <th style="width: 35%;">At All Other Places</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">1 and 2</td> <td style="text-align: center;">2/yr (7½ months)</td> <td style="text-align: center;">1/yr (15 months)</td> </tr> <tr> <td style="text-align: center;">3</td> <td style="text-align: center;">4/yr (4½ months)</td> <td style="text-align: center;">2/yr (7½ months)</td> </tr> <tr> <td style="text-align: center;">4</td> <td style="text-align: center;">4/yr (4½ months)</td> <td style="text-align: center;">4/yr (4½ months)</td> </tr> </tbody> </table>						Class Location	At Highway and Railroad Crossings	At All Other Places	1 and 2	2/yr (7½ months)	1/yr (15 months)	3	4/yr (4½ months)	2/yr (7½ months)	4	4/yr (4½ months)	4/yr (4½ months)
Class Location	At Highway and Railroad Crossings	At All Other Places															
1 and 2	2/yr (7½ months)	1/yr (15 months)															
3	4/yr (4½ months)	2/yr (7½ months)															
4	4/yr (4½ months)	4/yr (4½ months)															
.709	.706 Leak Surveys (Refer to Table Below)			X													
<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 30%;">Class Location</th> <th style="width: 35%;">Required</th> <th style="width: 35%;">Not Exceed</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">1 and 2</td> <td style="text-align: center;">1/yr</td> <td style="text-align: center;">15 months</td> </tr> <tr> <td style="text-align: center;">3</td> <td style="text-align: center;">2/yr*</td> <td style="text-align: center;">7½ months</td> </tr> <tr> <td style="text-align: center;">4</td> <td style="text-align: center;">4/yr*</td> <td style="text-align: center;">4½ months</td> </tr> </tbody> </table> <p>* Leak detector equipment survey required for lines transporting un-odorized gas.</p>						Class Location	Required	Not Exceed	1 and 2	1/yr	15 months	3	2/yr*	7½ months	4	4/yr*	4½ months
Class Location	Required	Not Exceed															
1 and 2	1/yr	15 months															
3	2/yr*	7½ months															
4	4/yr*	4½ months															
.603(b)	.721(b)(1) Patrolling Business District (4 per yr/4½ months)			X													
	.721(b)(2) Patrolling Outside Business District (2 per yr/7½ months)			X													
	.723(b)(1) Leakage Survey – business District (1 per yr/15 months)			X													
	.723(b)(2) Leakage Survey																
	▪ Outside Business District (5 years)			X													
	▪ Cathodically unprotected distribution lines (3 years)			X													
	.725 Tests for reinstating service lines			X													
.603b/.727g	.727 Abandoned Pipelines; Underwater Facility Reports			X													
.709	.739 Pressure Limiting and Regulating Stations (1 per yr/15 months)			X													
	.743 Pressure Limiting and Regulator Stations – Capacity (1 per yr/15 months)			X													
	.745 Valve Maintenance Transmission Lines (1 per yr/15 months)			X													
.603(b)	.747 Valve Maintenance Distribution Lines (1 per yr/15 months)			X													
.709	.749 Vault Maintenance (≥200 cubic feet)(1 per yr/15 months)			X													
.603(b)	.751 Prevention of Accidental Ignition (hot work permits)			X													
	.755 Caulked Bell and Spigot Joint Repair			X													
	.225(b) Welding – Procedure			X													
	.227/.229 Welding – Welder Qualification			X													
	.243(b)(2) NDT – NDT Personnel Qualification			X													
	.283 Joining - Procedures			X													
	.285 Joining - Personnel Qualifications			X													
	.287 Joining - Inspector Qualifications			X													
.709	.243(f) NDT Records (Pipeline Life)			X													
	Repair: pipe (Pipeline Life); Other than pipe (5 years)			X													

STANDARD INSPECTION REPORT OF A GAS DISTRIBUTION OPERATOR

Unless otherwise noted, all code references are to 49CFR Part 192. S – Satisfactory U – Unsatisfactory N/A – Not Applicable N/C – Not Checked
 If an item is marked U, N/A, or N/C, an explanation must be included in this report.

OPERATIONS and MAINTENANCE PERFORMANCE AND RECORDS		S	U	N/A	N/C
.807(b)	Refer to PHMSA Form # 15 to document review of operator's employee covered task records				

Comments:
 Not in scope of this inspection

CORROSION CONTROL PERFORMANCE AND RECORDS			S	U	N/A	N/C
.491	.491(a)	Maps or Records	X			
.491	.459	Examination of Buried Pipe when Exposed	X			
.491	.465(a)	Annual Pipe-to-soil Monitoring (1 per yr/15 months) for short sections (10% per year; all in 10 years)	X			
.491	.465(b)	Rectifier Monitoring (6 per yr/2½ months)			X	
.491	.465(c)	Interference Bond Monitoring – Critical (6 per yr/2½ months)			X	
.491	.465(c)	Interference Bond Monitoring – Non-critical (1 per yr/15 months)			X	
.491	.465(d)	Prompt Remedial Actions	X			
.491	.465(e)	Unprotected Pipeline Surveys, CP active corrosion areas (1 per 3 cal yr/39 months)	X			
.491	.467	Electrical Isolation (Including Casings)			X	
.491	.469	Test Stations – Sufficient Number	X			
.491	.471	Test Lead Maintenance	X			
.491	.473	Interference Currents			X	
.491	.475(a)	Internal Corrosion; Corrosive Gas Investigation			X	
.491	.475(b)	Internal Corrosion; Internal Surface Inspection; Pipe Replacement	X			
.491	.476 (d)	Internal Corrosion; New system design; Evaluation of impact of configuration changes to existing systems			X	
.491	.477	Internal Corrosion Control Coupon Monitoring (2 per yr/7½ months)			X	
.491	.481	Atmospheric Corrosion Control Monitoring (1 per 3 cal yr/39 months onshore; 1 per yr/15 months offshore)		X		
.491	.483/.485	Remedial: Replaced or Repaired Pipe; coated and protected; corrosion evaluation and actions			X	

Comments:
 No rectifiers, corrosive gas, or stray current interference. Corroded steel replaced with plastic.
 no survey for atmospheric corrosion has been performed in the Black Hills Energy towns of:
 Nickerson since February 22, 2006
 Gretna between January 26, 2006 and October 25, 2010
 Waterloo between September 1, 2006 and October 10, 2010

Attachment 1

Distribution Operator Compressor Station Inspection

Unless otherwise noted, all code references are to 49CFR Part 192. S – Satisfactory U – Unsatisfactory N/A – Not Applicable N/C – Not Checked
 If an item is marked U, N/A, or N/C, an explanation must be included in this report.

.605(b) COMPRESSOR STATION PROCEDURES		S	U	N/A	N/C
.605(b)(6)	Maintenance procedures, including provisions for isolating units or sections of pipe and for purging before returning to service			X	
.605(b)(7)	Starting, operating, and shutdown procedures for gas compressor units			X	
.731	Inspection and testing procedures for remote control shutdowns and pressure relieving devices (1 per yr/15 months), prompt repair or replacement			X	
.735	(a) Storage of excess flammable or combustible materials at a safe distance from the compressor buildings			X	
	(b) Tank must be protected according to NFPA #30			X	
.736	Compressor buildings in a compressor station must have fixed gas detection and alarm systems (must be performance tested), unless:			X	
	▪ 50% of the upright side areas are permanently open, or			X	
	▪ It is an unattended field compressor station of 1000 hp or less			X	

Comments:
 No compressor Stations

COMPRESSOR STATIONS INSPECTION (Field)		S	U	N/A	N/C
(Note: Facilities may be "Grandfathered")					
.163	(c)	Main operating floor must have (at least) two (2) separate and unobstructed exits			
		Door latch must open from inside without a key			
		Doors must swing outward			
(d)	Each fence around a compressor station must have (at least) 2 gates or other facilities for emergency exit				
	Each gate located within 200 ft of any compressor plant building must open outward				
	When occupied, the door must be opened from the inside without a key				
(e)	Does the equipment and wiring within compressor stations conform to the National Electric Code, ANSI/NFPA 70?				
.165	(a)	If applicable, are there liquid separator(s) on the intake to the compressors?			
	(b)	Do the liquid separators have a manual means of removing liquids?			
		If slugs of liquid could be carried into the compressors, are there automatic dumps on the separators, Automatic compressor shutdown devices, or high liquid level alarms?			
.167	(a)	ESD system must:			
		- Discharge blowdown gas to a safe location			
		- Block and blowdown the gas in the station			
		- Shut down gas compressing equipment, gas fires, electrical facilities in compressor building and near gas headers			
		- Maintain necessary electrical circuits for emergency lighting and circuits needed to protect equipment from damage			
		ESD system must be operable from at least two locations, each of which is:			
		- Outside the gas area of the station			
		- Not more than 500 feet from the limits of the station			
		- ESD switches near emergency exits?			
(b)	For stations supplying gas directly to distribution systems, is the ESD system configured so that the LDC will not be shut down if the ESD is activated?				
(c)	Are ESDs on platforms designed to actuate automatically by...				
	- For unattended compressor stations, when:				

Attachment 1

Distribution Operator Compressor Station Inspection

Unless otherwise noted, all code references are to 49CFR Part 192. S – Satisfactory U – Unsatisfactory N/A – Not Applicable N/C – Not Checked
 If an item is marked U, N/A, or N/C, an explanation must be included in this report.

COMPRESSOR STATIONS INSPECTION (Field)			S	U	N/A	N/C
(Note: Facilities may be “Grandfathered”)						
		▪ The gas pressure equals MAOP plus 15%?			X	
		▪ An uncontrolled fire occurs on the platform?			X	
		- For compressor station in a building, when				
		▪ An uncontrolled fire occurs in the building?			X	
		▪ Gas in air reaches 50% or more of LEL in a building with a source of ignition (facility conforming to NEC Class 1, Group D is not a source of ignition)?			X	
.171	(a)	Does the compressor station have adequate fire protection facilities? If fire pumps are used, they must not be affected by the ESD system.			X	
	(b)	Do the compressor station prime movers (other than electrical movers) have over-speed shutdown?			X	
	(c)	Do the compressor units alarm or shutdown in the event of inadequate cooling or lubrication of the unit(s)?			X	
	(d)	Are the gas compressor units equipped to automatically stop fuel flow and vent the engine if the engine is stopped for any reason?			X	
	(e)	Are the mufflers equipped with vents to vent any trapped gas?			X	
.173		Is each compressor station building adequately ventilated?			X	
.457		Is all buried piping cathodically protected?			X	
.481		Atmospheric corrosion of aboveground facilities			X	
.603		Does the operator have procedures for the start-up and shut-down of the station and/or compressor units?			X	
		Are facility maps current/up-to-date?			X	
.615		Emergency Plan for the station on site?			X	
.619		Review pressure recording charts and/or SCADA			X	
.707		Markers			X	
.731		Overpressure protection – reliefs or shutdowns			X	
.735		Are combustible materials in quantities exceeding normal daily usage, stored a safe distance from the compressor building?			X	
		Are aboveground oil or gasoline storage tanks protected in accordance with NFPA standard No. 30?			X	
.736		Gas detection – location			X	

Comments:
 No compressor stations

COMPRESSOR STATION O&M PERFORMANCE AND RECORDS			S	U	N/A	N/C
.709	.731(a)	Compressor Station Relief Devices (1 per yr/15 months)			X	
	.731(c)	Compressor Station Emergency Shutdown (1 per yr/15 months)			X	
	.736(c)	Compressor Stations – Detection and Alarms (Performance Test)			X	

Comments:
 No compressor stations

Recent PHMSA Advisory Bulletins (Last 2 years)

Leave this list with the operator.

Recent PHMSA Advisory Bulletins (Last 2 years)

<u>Number</u>	<u>Date</u>	<u>Subject</u>
ADB-07-02	February 29, 2008	Correction - Pipeline Safety: Updated Notification of the Susceptibility to Premature Brittle-Like Cracking of Older Plastic Pipe
ADB-08-01	May 13, 2008	Pipeline Safety - Notice to Operators of Gas Transmission Pipelines on the Regulatory Status of Direct Sales Pipelines
ADB-08-02	March 4, 2008	Pipeline Safety - Issues Related to Mechanical Couplings Used in Natural Gas Distribution Systems
ADB-08-03	March 10, 2008	Pipeline Safety - Dangers of Abnormal Snow and Ice Build-Up on Gas Distribution Systems
ADB-08-04	June 5, 2008	Pipeline Safety - Installation of Excess Flow Valves into Gas Service Lines
ADB-08-05	June 25, 2008	Pipeline Safety - Notice to Hazardous Liquid Pipeline Operators of Request for Voluntary Adv Notification of Intent To Transport Biofuels
ADB-08-06	July 2, 2008	Pipeline Safety - Dynamic Riser Inspection, Maintenance, and Monitoring Records on Offshore Floating Facilities
ADB-09-01	May 21, 2009	Potential Low and Variable Yield and Tensile Strength and Chemical Composition Properties in High Strength Line Pipe
ADB-09-02	Sept 30, 2009	Weldable Compression Coupling Installation
ADB-09-03	Dec 7, 2009	Operator Qualification Program Modifications
ADB-09-04	Jan 14, 2010	Reporting Drug and Alcohol Test Results for Contractors and Multiple Operator Identification Numbers
ADB-10-01	Jan 26, 2010	Pipeline Safety: Leak Detection on Hazardous Liquid Pipelines
ADB-10-02	Feb 3, 2010	Implementation of Revised Incident/Accident Report Forms for Distribution Systems, Gas Transmission and Gathering Systems, and Hazardous Liquid Systems
ADB-10-03	March 24, 2010	Girth Weld Quality Issues Due to Improper Transitioning, Misalignment, and Welding Practices of Large Diameter Line Pipe

For more PHMSA Advisory Bulletins, go to <http://ops.dot.gov/regs/advise.htm>

STATE OF NEBRASKA



Dave Heineman
Governor

Notice of Probable Violation



STATE FIRE MARSHAL
John Falgione
Fire Marshal

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

March 28, 2011

Mr. Kevin Jarosz
Regional Operations Manager
Black Hills Energy
501 West 6th Street
Papillion, NE 68046

RE: Records inspection – #20110328-N

For two days ending February 10, 2011, pursuant to the Nebraska Natural Gas Pipeline Safety Act of 1969, a representative of the Nebraska State Fire Marshal's Office Pipeline Safety section conducted an inspection of Black Hills Energy corrosion control records in Lincoln. As a result of this inspection, it appears that you have committed a probable violation of Title 155 Nebraska Administrative Code Chapter 1.001 adopting by reference Pipeline Safety Regulations Title 49, Code of Federal Regulations, Part 191, 192, 199, & 40.

The following details the specific finding of the inspection as it relates to the probable violation. The item in blue is the Part 192 reference, followed in black by our findings.

§ 192.605 Procedural manual for operations, maintenance, and emergencies
(a) General. Each operator shall prepare and follow for each pipeline, a manual of written procedures for conducting operations and maintenance activities...

Black Hills Energy Operations and Maintenance manual section 40.2 specifies atmospheric corrosion inspections every three years not to exceed 39 months. Records in the Lincoln office indicate no survey for atmospheric corrosion has been performed in the Black Hills Energy towns of:

- o Nickerson since February 22, 2006
- o Gretna between January 26, 2006 and October 25, 2010
- o Waterloo between September 1, 2006 and October 10, 2010

□ MAIN OFFICE
□ DISTRICT A
246 South 14th Street
Lincoln, NE 69508-1804
(402) 471-2027

□ DISTRICT B
438 West Market
Albion, NE 68620-1241
(402) 395-2164

□ DISTRICT C
200 South Silber
North Platte, NE 69101-3200
(308) 535-8181

■ FUELS DIVISION
□ FLST ■ PIPELINE
246 South 14th Street
Lincoln, NE 68508-1804
(402) 471-2027

□ TRAINING DIVISION
2410 North Wheeler Avenue
Suite 112
Grand Island, NE 68801-2358
(308) 385-6892

Whenever the State Fire Marshal has reason to believe any person is violating any provision of subsection (1) of section 81-545 of the Nebraska Natural Gas Pipeline Safety Act of 1969 or any regulation under the Nebraska Natural Gas Pipeline Safety Act of 1969, the State Fire Marshal may request the Attorney General of Nebraska to bring an action under section 81-547 of the Nebraska Natural Gas Pipeline Safety Act of 1969 in the district court of the county in which the defendant's principal place of business is located. The district court may impose a civil penalty not to exceed ten thousand dollars for each violation for each day that such violation persists, except that the maximum civil penalty shall not exceed five hundred thousand dollars for any related series of violations. The district court shall have jurisdiction to restrain violations of the Nebraska Natural Gas Pipeline Safety Act of 1969 including the restraint of transportation of gas or the operation of a pipeline facility

We request that Black Hills Energy respond to within 30 days of receipt of this letter and reference 20110328-N on the return correspondence to our office. The response may accept the finding and state a plan of action to address this concern or, the response may disagree with the finding. If Black Hills Energy chooses to disagree with the finding, please justify your position in the response.

If you have any questions regarding the substance or propriety of this notice, please contact our office at, Nebraska State Fire Marshal, Pipeline Safety, 246 South 14th Street, Lincoln, NE 68508-1804 or telephone 402-471-9664.



Stephen Lucas
Deputy Fire Marshal
Fuels Division, Pipeline Section

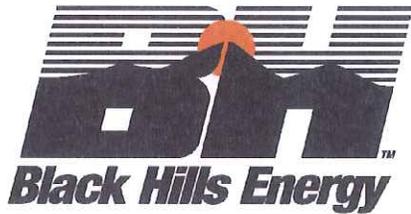


Clark Conklin
Chief Deputy Fire Marshal
Fuels Division

Received on:

MAY 02 2011

NE State Fire Marshal



Stephen Lucas
Deputy Fire Marshal
Nebraska State Fire Marshal
Pipeline Safety Division
246 South 14th Street
Lincoln, NE 68508-1804

April 28, 2011

RE: 20100328-N

Dear Mr. Lucas,

Enclosed you will find a response to a letter sent to our office on March 28, 2011 regarding atmospheric corrosion surveys in the Omaha region.

If you have questions regarding this response, please contact me at (402) 437-1734 or email at nathan.stewart@blackhillscorp.com.

Sincerely,

A handwritten signature in black ink, appearing to read 'Nathan Stewart', is written over a large, light-colored oval shape.

Nathan Stewart
State Compliance Specialist

cc: Rick Schwartz- Beatrice
Ed Hatter – Omaha
Tim Proksel – Papillion
Dave Micek – Lincoln
Mike Kisicki – Omaha
Glenn Dee – Omaha

Don Nordell – Lincoln
Dan Mechtenberg– Lincoln
Scott Zaruba - Norfolk
Cullen Sila- York
Mick Porter – Beatrice
Kevin Jarosz – Papillion

192.605 Procedural manual for operations, maintenance and emergencies

Concern: Black Hills Energy Operations and Maintenance manual section 40.2 specifies atmospheric corrosion inspections every three years not to exceed 39 months. Records in the Lincoln office indicate no survey for atmospheric corrosion has been performed in the Black Hills Energy towns of:

- Nickerson since February 22, 2006
- Gretna between January 26, 2006 and October 25, 2010
- Waterloo between September 1, 2006 and October 10, 2010

Response:

- **Nickerson.** Black Hills believes an atmospheric survey was completed in Nickerson in 2009 but the records documenting this survey cannot be located. A new atmospheric corrosion survey will be completed and documented by May 31st, 2011.
- **Gretna.** An atmospheric corrosion survey was conducted in Gretna in 2009. Records documenting this survey are currently located in the Papillion field office.
- **Waterloo.** Atmospheric corrosion surveys were conducted in 2007 and again in 2010 in Waterloo. Records documenting these surveys are currently located in the Papillion field office.

**NEBRASKA STATE FIRE MARSHAL - PIPELINE SAFETY SECTION
FOLLOW-UP INSPECTION:**

Name of Operator:	Black Hills Energy (BHE)	Unit # 02-07-000	Site HQ
Operator Address: 501 West 6 Street Papillion, NE 68046		Phone Number: (402) 935-4871 Fax Number: Emergency: (800) 331-8989 Federal ID:	
Persons Interviewed	Title	Phone No.	
Tim Proksel	BHE Operations Supervisor	(402) 935-4870	
Person conducting Inspection: Stephen Lucas DSFM 8715		Date: 05-13-2013	
Description: Code 192.605 Date of Letter: 03-28-2011 Type: NOPV Disposition: Closed			
Portion of Unit Inspected : Atmospheric Corrosion Inspection inspection records			

Comments:

I observed evidence Nickerson, Gretna and Waterloo have been inspected for atmospheric corrosion. Considering BHE is taking meter readers

STATE OF NEBRASKA



Letter of Approval

Dave Heineman
Governor

Jim Heine
Fire Marshal

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

May 14, 2013

Kevin Jarosz
Regional Operations Manager
Black Hills Energy
501 West 6th Street
Papillion, NE 68046

Subject: Notice of Probable Violation – #20110328-N

On March 28, 2011 a notice of probable violation was issued regarding atmospheric corrosion inspections in the Papillion area.

As a result of your actions addressing the situation and a follow-up inspection conducted by this office on May 13, 2013 the issue raised in this notice of probable violation is resolved.

§192.605 Procedural manual for operations, maintenance, and emergencies

If you have any questions regarding the substance or propriety of this notice, please contact our office at, Nebraska State Fire Marshal, Pipeline Safety, 246 South 14th Street, Lincoln, NE, 68508-1840 or telephone 402-471-9465.

Handwritten signature of Stephen Lucas in blue ink.

Stephen Lucas, Deputy
Fuels Division, Pipeline Section
Nebraska State Fire Marshal

Handwritten signature of Clark Conklin in blue ink.

Clark Conklin, Chief Deputy
Fuels Division
Nebraska State Fire Marshal

cc: Nathan Stewart, State Compliance Specialist, Black Hills Energy, P. O. Box 83008, Lincoln, NE 68501-3008
Tim Proksel, Operations Supervisor, Black Hills Energy, 501 West 6th Street, Papillion, NE 68046

MAIN OFFICE

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246 South 14th Street
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2410 North Wheeler Avenue
Suite 112
Grand Island, NE 68801-2376
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