South Dakota State Program Manager Report April 12 & 13, 2016 Mary Zanter, Pipeline Safety Program Manager 605-295-3375 mary.zanter@state.sd.us

State Program Operators

- 4 Private Distribution Operators
 - MEC, MDU, NWE and NNG (farm taps)
- 4 Municipal Operators
 - Crooks, Garretson, Humboldt and Watertown
- 7 Intrastate Transmission
 - Basin, Black Hills Power, MDU, NWE, SDIP,
 Sioux Falls Landfill, and Xcel.

State Operator Statistics (To date)

- 4804 Miles Distribution Mains in 2015
- 4736 Miles Distribution Mains in 2014(+68)
- 203,553 Distribution Services in 2015
- 200,591 Distribution Services in 2014(+2962)
- 287.69 Miles Transmission Pipeline in 2015
- 287.69 Miles Transmission Pipeline in 2014

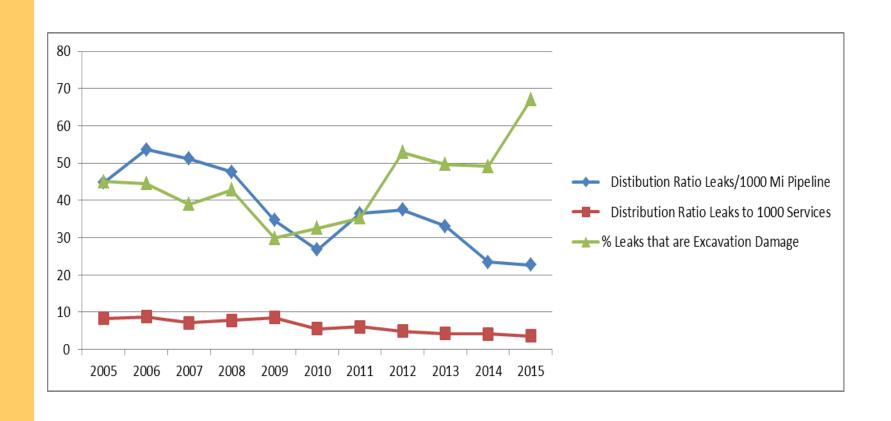
South Dakota PUC Jurisdiction

- "Gas," natural gas, liquefied natural gas, flammable gas, gas which is toxic or corrosive, or liquefied petroleum gas in distribution systems.
- "Intrastate pipeline," any pipeline or that part of a pipeline to which this part applies that is not an interstate pipeline.
- Do NOT have jurisdiction over liquid lines or interstate gas transmission lines.

Incidents

- There were one jurisdictional incident reported in 2015.
- Gettysburg, SD on June 17, 2015
- House explosion and fire.
- One family member, a 4month old child, was injured with burns on their hands and face.
- Cause was third party excavation completed in September 2014.

Leak Numbers Down – Excavation Hits Still Problem



Levels of Enforcement-NOPV/Warnings

| • | Violations carried forward from CY2014: | 44 |
|---|---|-----|
| • | Warnings/Violations issued in 2015: | 58 |
| • | Warning/Violations corrected in 2015: | 56 |
| • | Warning/Violations outstanding: | 2 |
| • | Civil penalties assessed in 2015: | \$0 |

- 16 violations were Cathodic Protection related and found during record inspections.
- 9 violations were related to the Public Awareness Program.

Construction Activity

No large or significant projects.

Damage Prevention (DP) Update Natural Gas cases

Third Party Complaints numbers to date in 2016.

DP cases in 2015: (12 total)

• 2015 cases closed: 9

• 2015 cases pending: 3

Enforcement Actions Taken:

Civil Penalties issued: 10

Civil Penalties assessed to date: \$7,250

Complaints in 2016 through March 7, 2016 = 3

Program Overview

- 152 Inspection days were conducted in 2015.
- Inspector training has been completed by both Boice & Mary.

State Program Concerns

- Regulation training and guidance for inspector.
- Staying informed of all updates on pipeline regulations as they become available.

Questions?

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