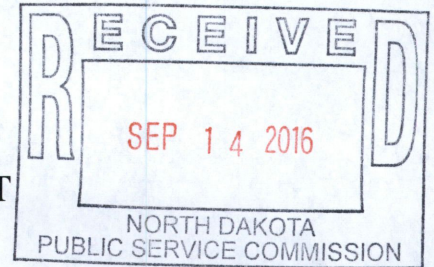


**STATE OF NORTH DAKOTA
PUBLIC SERVICE COMMISSION**

CASE NO GS-15-723

**ORDER OF CONSENT AGREEMENT
September 13, 2016**



The City of Granville received notification of formal order on the above referenced Case Monday September 12, 2016. We are enclosing payment in the amount of \$3,000.00 as required.

This letter is being sent to further request alteration within the Order of Consent Agreement. Within the order it states that Granville filed documentation with the Commission on September 2, 2016 however, the deadline indicated was September 1, 2016. The City of Granville asks that the consideration of dates be reviewed and changed if deemed necessary to ensure the information is accurately recorded for elimination of future question of whether or not deadline requirements were actually met. Enclosed is a dated copy of the email communication as well as a copy of the certified mailing receipt which both specify September 1, 2016 as the date of submission.

We appreciate your attention to this matter and will look forward to your response.

Thank You,

A handwritten signature in cursive script that reads "Anita Trana".

Anita Trana

Granville City Auditor

City of Granville

From: "City of Granville" <granville@srt.com>
Date: Thursday, September 01, 2016 10:54 AM
To: <dnitschk@nd.gov>
Cc: "Craig" <creamann@nd.gov>; "Aaron A. Morman" <aarmorman@nd.gov>
Attach: Consent Agreement Response 9-1-2016.pdf; Exhibit 1.pdf; Exhibit 2.pdf; Exhibit 3.pdf; Exhibit 4.pdf; Exhibit 5.pdf
Subject: Re: Granville Granville Consent Agreement

Good morning,

As part of response to the consent agreement signed by the City of Granville regarding immediate required actions needed for the safe operation and maintenance of Granville's LPG distribution system please review the enclosed documents. The enclosures are also being sent certified mail postdated today's date as required. Let me know if you have any questions or concerns.

Thank You,
Anita Trana
Granville City Auditor
PO Box 39
Granville, ND 58741
701-728-6369

9/13/2016

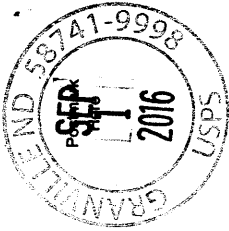
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 Total Postage and Fees \$ 6.55



Sent To Donnell N. Tschke, State Capitol Building, Dept 408
 Street and Apt. No., or PO Box No.
500 East Beale Road
 City, State, ZIP+4® Bismarck ND 58505-0480

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

7015 0640 0000 0125 5488

**STATE OF NORTH DAKOTA
PUBLIC SERVICE COMMISSION**

**Public Service Commission
City of Granville
Pipeline Safety Enforcement**

Case No. GS-15-723

ORDER ON CONSENT AGREEMENT

September 7, 2016

On September 9-11, 2015, the Public Service Commission Staff Gas Pipeline Safety Inspector, Aaron Mormon (Inspector), conducted a standard records audit of the gas pipeline safety records for the liquefied petroleum gas (LPG) distribution system operated by the City of Granville (Granville).

As a result of the audit, a number of probable violations of the pipeline safety regulations were identified. On November 12, 2015, Commission Advocacy Staff (Advocacy Staff) issued a Notice of Probable Violation (NOPV) alleging the following:

Probable Violation 1: Granville did not test the capacity of relief device #14 in 2014 or determine the capacity by review and calculations as required by 49 CFR § 192.743.

Probable Violation 2: Granville did not check or service distribution valve(s) as required by 49 CFR § 192.747(a).

Probable Violation 3: Granville did not test their cathodic protection system as required under 49 CFR § 192.465(a).

Probable Violation 4: Granville did not conduct a pressure test on a segment of system pipeline repaired on February 12, 2014, as required under 49 CFR § 192.513(a).

Granville filed two responses to the NOPV. The December 18, 2015 response did not contest the allegations of probable violation, but gave a written explanation, information, and other materials that Granville believed should mitigate or eliminate the proposed civil penalties included in the NOPV. The January 29, 2016 response provided an update regarding Granville's efforts to test relief device #14. Granville did not request a hearing.

On July 21, 2016, Granville and Advocacy Staff filed with the Commission a Consent Agreement to resolve the issues raised in the NOPV.

Under the Consent Agreement, Granville will immediately take action to ensure each task required for safe operation and maintenance of Granville's LPG distribution system (Covered Task) has a qualified individual to perform said task.

By September 1, 2016, Granville must provide to the Commission an update to its written qualification program that identifies all of Granville's current Covered Tasks; identifies the primary qualified individual or organization that performs each covered task, identifies the date that the primary individual or organization was qualified to perform the covered task, and provide the name of qualified individuals or organizations that will be available to perform a covered task in the event that the primary individual or organization is no longer qualified or capable or available to perform the covered task.

Under the Consent Agreement, Granville agrees to remit \$3,000 civil penalty within 10 business days of service of this Order on Consent Agreement.

✶ On September 2, 2016, Granville filed with the Commission, documentation of corrective action taken to comply with the Consent Agreement.

On September 6, 2016, the Commission held an Informal Hearing to discuss the Consent Agreement with Granville and Advocacy Staff. The Commission confirmed that corrective action taken by Granville meets the requirements of the Consent Agreement.

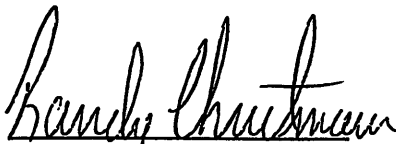
Having considered this matter, the Commission finds the Consent Agreement filed on July 21, 2016 is reasonable and acceptable. Therefore, the Commission issues the following:

Order

The Commission Orders:

1. The Consent Agreement filed by Granville and Advocacy Staff on July 21, 2016 is approved. A copy of the Consent Agreement is attached to and made a part of this Order.
2. Granville to pay a penalty of \$3,000, payable to the North Dakota Public Service Commission within ten business days of service of this Order.

PUBLIC SERVICE COMMISSION


Randy Christmann
Commissioner


Julie Fedorchak
Chairman


Brian P. Kalk
Commissioner