



Public Service Commission

State of North Dakota

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WARNING LETTER

October 17, 2016

Mr. Jeff White, COO, Engineering and Operations
Aux Sable Midstream LLC
6155 E. US Route 5
Morris, IL 60450

Dear Mr. White:

On August 29, 2016, Public Service Commission staff conducted a standard inspection of Aux Sable records in Palermo, ND.

As a result of that inspection, one probable violation was discovered:

Probable Violation 1:

Code

1.) 192.743(c)

If a relief device is of insufficient capacity, a new or additional device must be installed to provide the capacity required by paragraph (a) of this section.

A pressure service valve was found to have insufficient capacity. Upon inspection of the Siemens Safeguarding Concern Action Plan Form dated 7/10/2014, the required capacity of PSV-4302 is 80 MM SCFD. The Protx inspection record dated 9/14/2015, for PSV-4302, indicates the capacity is 46.39 MM SCFD.

Aux Sable must correct the probable violation or be subject to potential enforcement action in the future. A Proposed Corrective Action is attached.

If you have any further questions, please feel free to contact me at 701 220 5779 or aamorman.nd.gov.

Sincerely,

Aaron Morman, Manager
Gas Pipeline Safety

PROPOSED CORRECTIVE ACTION

This Proposed Corrective Action is in reference to the Warning Letter dated 10/17/2016. Under the Authority of the North Dakota Century Code 49-02-01.2, the North Dakota Public Service Commission staff proposes the following corrective action for compliance with North Dakota's minimum gas pipeline safety standards (North Dakota Administrative Code 69-09-03), as applicable to its operation:

Probable Violation 1:

Code

1.) 192.743(c)

If a relief device is of insufficient capacity, a new or additional device must be installed to provide the capacity required by paragraph (a) of this section.

By no later than December 1, 2016,

- Aux Sable shall install a relief device of sufficient capacity and have the device and associated piping tested in accordance with all applicable standards.
- Aux Sable shall file with the Commission a copy of the completed relief inspection form, as well as the associated design/testing documentation. An email with the required documentation attached will suffice. The email must be addressed to ndpsc@nd.gov.