107th CONGRESS 1st Session

### **AN ACT**

S. 235

- To provide for enhanced safety, public awareness, and environmental protection in pipeline transportation, and for other purposes.
  - 1 Be it enacted by the Senate and House of Representa-
  - 2 tives of the United States of America in Congress assembled,

3 SECTION 1. SHORT TITLE; AMENDMENT OF TITLE 49, 4 UNITED STATES CODE.

5 (a) SHORT TITLE.—This Act may be cited as the6 "Pipeline Safety Improvement Act of 2001".

1 (b) AMENDMENT OF TITLE 49, UNITED STATES 2 CODE.—Except as otherwise expressly provided, whenever 3 in this Act an amendment or repeal is expressed in terms 4 of an amendment to, or a repeal of, a section or other 5 provision, the reference shall be considered to be made to 6 a section or other provision of title 49, United States 7 Code.

## 8 SEC. 2. IMPLEMENTATION OF INSPECTOR GENERAL REC9 OMMENDATIONS.

(a) IN GENERAL.—Except as otherwise required by
this Act, the Secretary shall implement the safety improvement recommendations provided for in the Department of
Transportation Inspector General's Report (RT-2000069).

15 (b) REPORTS BY THE SECRETARY.—Not later than 90 days after the date of enactment of this Act, and every 16 90 days thereafter until each of the recommendations re-17 ferred to in subsection (a) has been implemented, the Sec-18 retary shall transmit to the Committee on Commerce, 19 Science, and Transportation of the Senate and the Com-20 21 mittee on Transportation and Infrastructure of the House 22 of Representatives a report on the specific actions taken 23 to implement such recommendations.

24 (c) REPORTS BY THE INSPECTOR GENERAL.—The25 Inspector General shall periodically transmit to the Com-

mittees referred to in subsection (b) a report assessing the
 Secretary's progress in implementing the recommenda tions referred to in subsection (a) and identifying options
 for the Secretary to consider in accelerating recommenda tion implementation.

#### 6 SEC. 3. NTSB SAFETY RECOMMENDATIONS.

7 (a) IN GENERAL.—The Secretary of Transportation,
8 the Administrator of Research and Special Program Ad9 ministration, and the Director of the Office of Pipeline
10 Safety shall fully comply with section 1135 of title 49,
11 United States Code, to ensure timely responsiveness to
12 National Transportation Safety Board recommendations
13 about pipeline safety.

(b) PUBLIC AVAILABILITY.—The Secretary, Administrator, or Director, respectively, shall make a copy of each
recommendation on pipeline safety and response, as described in sections 1135 (a) and (b) of title 49, United
States Code, available to the public at reasonable cost.

(c) REPORTS TO CONGRESS.—The Secretary, Administrator, or Director, respectively, shall submit to the Congress by January 1 of each year a report containing each
recommendation on pipeline safety made by the Board
during the prior year and a copy of the response to each
such recommendation.

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#### 1 SEC. 4. QUALIFICATIONS OF PIPELINE PERSONNEL.

2 (a) QUALIFICATION PLAN.—Each pipeline operator 3 shall make available to the Secretary of Transportation, or, in the case of an intrastate pipeline facility operator, 4 5 the appropriate State regulatory agency, a plan that is designed to enhance the qualifications of pipeline personnel 6 7 and to reduce the likelihood of accidents and injuries. The 8 plan shall be made available not more than 6 months after 9 the date of enactment of this Act, and the operator shall 10 revise or update the plan as appropriate.

11 (b) **REQUIREMENTS.**—The enhanced qualification plan shall include, at a minimum, criteria to demonstrate 12 13 the ability of an individual to safely and properly perform tasks identified under section 60102 of title 49, United 14 15 States Code. The plan shall also provide for training and 16 periodic reexamination of pipeline personnel qualifications 17 and provide for regualification as appropriate. The Sec-18 retary, or, in the case of an intrastate pipeline facility op-19 erator, the appropriate State regulatory agency, may review and certify the plans to determine if they are suffi-20 21 cient to provide a safe operating environment and shall periodically review the plans to ensure the continuation of 22 23 a safe operation. The Secretary may establish minimum 24 standards for pipeline personnel training and evaluation, which may include written examination, oral examination, 25 26 work performance history review, observation during per-

formance on the job, on the job training, simulations, or 1 2 other forms of assessment. 3 (c) REPORT TO CONGRESS.— 4 (1) IN GENERAL.—The Secretary shall submit 5 a report to the Congress evaluating the effectiveness 6 of operator qualification and training efforts. 7 including-8 (A) actions taken by inspectors; 9 (B) recommendations made by inspectors 10 for changes to operator qualification and train-11 ing programs; and 12 (C) industry and employee organization responses to those actions and recommendations. 13

14 (2) CRITERIA.—The Secretary may establish
15 criteria for use in evaluating and reporting on oper16 ator qualification and training for purposes of this
17 subsection.

18 (3) DUE DATE.—The Secretary shall submit
19 the report required by paragraph (1) to the Con20 gress 3 years after the date of enactment of this
21 Act.

#### 22 SEC. 5. PIPELINE INTEGRITY INSPECTION PROGRAM.

23 Section 60109 is amended by adding at the end the24 following:

25 "(c) INTEGRITY MANAGEMENT.—

"(1) GENERAL REQUIREMENT.—The Secretary 1 2 shall promulgate regulations requiring operators of 3 hazardous liquid pipelines and natural gas trans-4 mission pipelines to evaluate the risks to the opera-5 tor's pipeline facilities in areas identified pursuant 6 to subsection (a)(1), and to adopt and implement a 7 program for integrity management that reduces the 8 risk of an incident in those areas. The regulations 9 shall be issued no later than one year after the Sec-10 retary has issued standards pursuant to subsections 11 (a) and (b) of this section or by December 31, 2002, 12 whichever is sooner.

13 "(2) STANDARDS FOR PROGRAM.—In promul14 gating regulations under this section, the Secretary
15 shall require an operator's integrity management
16 plan to be based on risk analysis and each plan shall
17 include, at a minimum—

18 "(A) periodic assessment of the integrity of 19 the pipeline through methods including internal 20 inspection, pressure testing, direct assessment, 21 or other effective methods. The assessment period shall be no less than every 5 years unless 22 23 the Department of Transportation Inspector 24 General, after consultation with the Secretary 25 determines there is not a sufficient capability or

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1	it is deemed unnecessary because of more tech-
2	nically appropriate monitoring or creates undue
3	interruption of necessary supply to fulfill the re-
4	quirements under this paragraph;
5	"(B) clearly defined criteria for evaluating
6	the results of the periodic assessment methods
7	carried out under subparagraph (A) and proce-
8	dures to ensure identified problems are cor-
9	rected in a timely manner; and
10	"(C) measures, as appropriate, that pre-
11	vent and mitigate unintended releases, such as
12	leak detection, integrity evaluation, restrictive
13	flow devices, or other measures.
14	"(3) Criteria for program standards.—In
15	deciding how frequently the integrity assessment
16	methods carried out under paragraph $(2)(A)$ must
17	be conducted, an operator shall take into account
18	the potential for new defects developing or previously
19	identified structural defects caused by construction
20	or installation, the operational characteristics of the
21	pipeline, and leak history. In addition, the Secretary
	pipeline, and four instead, in addition, the Secretary
22	may establish a minimum testing requirement for
22	may establish a minimum testing requirement for

1 "(4) STATE ROLE.—A State authority that has 2 an agreement in effect with the Secretary under sec-3 tion 60106 is authorized to review and assess an op-4 erator's risk analyses and integrity management 5 plans required under this section for interstate pipe-6 lines located in that State. The reviewing State au-7 thority shall provide the Secretary with a written as-8 sessment of the plans, make recommendations, as 9 appropriate, to address safety concerns not ade-10 quately addressed in the operator's plans, and submit documentation explaining the State-proposed 11 12 plan revisions. The Secretary shall carefully consider 13 the State's proposals and work in consultation with 14 the States and operators to address safety concerns.

15 ((5))MONITORING IMPLEMENTATION.—The 16 Secretary of Transportation shall review the risk 17 analysis and program for integrity management re-18 quired under this section and provide for continued 19 monitoring of such plans. Not later than 2 years 20 after the implementation of integrity management 21 plans under this section, the Secretary shall com-22 plete an assessment and evaluation of the effects on 23 safety and the environment of extending all of the 24 requirements mandated by the regulations described 25 in paragraph (1) to additional areas. The Secretary

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shall submit the assessment and evaluation to Con gress along with any recommendations to improve
 and expand the utilization of integrity management
 plans.

"(6) Opportunity for local input on in-5 TEGRITY MANAGEMENT.—Within 18 months after 6 7 the date of enactment of the Pipeline Safety Im-8 provement Act of 2001, the Secretary shall, by regu-9 lation, establish a process for raising and addressing 10 local safety concerns about pipeline integrity and the 11 operator's pipeline integrity plan. The process shall 12 include-

"(A) a requirement that an operator of a
hazardous liquid or natural gas transmission
pipeline facility provide information about the
risk analysis and integrity management plan required under this section to local officials in a
State in which the facility is located;

"(B) a description of the local officials required to be informed, the information that is
to be provided to them and the manner, which
may include traditional or electronic means, in
which it is provided;

24 "(C) the means for receiving input from25 the local officials that may include a public

1	forum sponsored by the Secretary or by the
2	State, or the submission of written comments
3	through traditional or electronic means;
4	"(D) the extent to which an operator of a
5	pipeline facility must participate in a public
6	forum sponsored by the Secretary or in another
7	means for receiving input from the local offi-
8	cials or in the evaluation of that input; and
9	"(E) the manner in which the Secretary
10	will notify the local officials about how their
11	concerns are being addressed.".
12	SEC. 6. ENFORCEMENT.
13	(a) IN GENERAL.—Section 60112 is amended—
14	(1) by striking subsection (a) and inserting the
15	following:
16	"(a) GENERAL AUTHORITY.—After notice and an op-
17	portunity for a hearing, the Secretary of Transportation
18	may decide a pipeline facility is hazardous if the Secretary
19	decides that—
20	"(1) operation of the facility is or would be haz-
21	ardous to life, property, or the environment; or
22	"(2) the facility is, or would be, constructed or
23	operated, or a component of the facility is, or would
24	be, constructed or operated with equipment, mate-
25	rial, or a technique that the Secretary decides is

1	hazardous to life, property, or the environment.";
2	and
3	(2) by striking "is hazardous," in subsection
4	(d) and inserting "is, or would be, hazardous,".
5	SEC. 7. PUBLIC EDUCATION, EMERGENCY PREPAREDNESS,
6	AND COMMUNITY RIGHT TO KNOW.
7	(a) Section 60116 is amended to read as follows:
8	"§60116. Public education, emergency preparedness,
9	and community right to know
10	"(a) PUBLIC EDUCATION PROGRAMS.—
11	"(1) Each owner or operator of a gas or haz-
12	ardous liquid pipeline facility shall carry out a con-
13	tinuing program to educate the public on the use of
14	a one-call notification system prior to excavation and
15	other damage prevention activities, the possible haz-
16	ards associated with unintended releases from the
17	pipeline facility, the physical indications that such a
18	release may have occurred, what steps should be
19	
19	taken for public safety in the event of a pipeline re-
20	taken for public safety in the event of a pipeline re- lease, and how to report such an event.
20	lease, and how to report such an event.
20 21	lease, and how to report such an event. "(2) Within 12 months after the date of enact-
20 21 22	lease, and how to report such an event. "(2) Within 12 months after the date of enact- ment of the Pipeline Safety Improvement Act of

1 program as necessary. The completed program shall 2 include activities to advise affected municipalities, 3 school districts, businesses, and residents of pipeline 4 facility locations. The completed program shall be 5 submitted to the Secretary or, in the case of an 6 intrastate pipeline facility operator, the appropriate 7 State agency and shall be periodically reviewed by 8 the Secretary or, in the case of an intrastate pipeline 9 facility operator, the appropriate State agency.

"(3) The Secretary may issue standards prescribing the elements of an effective public education
program. The Secretary may also develop material
for use in the program.

14 "(b) Emergency Preparedness.—

15 "(1) OPERATOR LIAISON.—Within 12 months 16 after the date of enactment of the Pipeline Safety 17 Improvement Act of 2001, an operator of a gas 18 transmission or hazardous liquid pipeline facility 19 shall initiate and maintain liaison with the State 20 emergency response commissions, and local emer-21 gency planning committees in the areas of pipeline 22 right-of-way, established under section 301 of the 23 Emergency Planning and Community Right-To-24 Know Act of 1986 (42 U.S.C. 11001) in each State 25 in which it operates.

1 "(2) INFORMATION.—An operator shall, upon 2 request, make available to the State emergency re-3 sponse commissions and local emergency planning 4 committees, and shall make available to the Office of 5 Pipeline Safety in a standardized form for the pur-6 pose of providing the information to the public, the 7 information described in section 60102(d), the oper-8 ator's program for integrity management, and infor-9 mation about implementation of that program. The 10 information about the facility shall also include, at 11 a minimum— 12 "(A) the business name, address, telephone 13 number of the operator, including a 24-hour 14 emergency contact number; "(B) a description of the facility, including 15 16 pipe diameter, the product or products carried, 17 and the operating pressure; 18 "(C) with respect to transmission pipeline 19 facilities, maps showing the location of the facil-20 ity and, when available, any high consequence 21 areas which the pipeline facility traverses or ad-22 joins and abuts; "(D) a summary description of the integ-23 24 rity measures the operator uses to assure safety 25 and protection for the environment; and

1	"(E) a point of contact to respond to ques-
2	tions from emergency response representative.
3	"(3) SMALLER COMMUNITIES.—In a community
4	without a local emergency planning committee, the
5	operator shall maintain liaison with the local fire,
6	police, and other emergency response agencies.
7	"(4) PUBLIC ACCESS.—The Secretary shall pre-
8	scribe requirements for public access, as appropriate,
9	to this information, including a requirement that the
10	information be made available to the public by wide-
11	ly accessible computerized database.
12	"(c) Community Right To Know.—Not later than
13	12 months after the date of enactment of the Pipeline
14	Safety Improvement Act of 2001, and annually thereafter,
15	the owner or operator of each gas transmission or haz-
16	ardous liquid pipeline facility shall provide to the gov-
17	erning body of each municipality in which the pipeline fa-
18	cility is located, a map identifying the location of such fa-
19	cility. The map may be provided in electronic form. The
20	Secretary may provide technical assistance to the pipeline
21	industry on developing public safety and public education
22	program content and best practices for program delivery,
23	and on evaluating the effectiveness of the programs. The
24	Secretary may also provide technical assistance to State

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1	and local officials in applying practices developed in these
2	programs to their activities to promote pipeline safety.
3	"(d) Public Availability of Reports.—The Sec-
4	retary shall—
5	"(1) make available to the public—
6	"(A) a safety-related condition report filed
7	by an operator under section 60102(h);
8	"(B) a report of a pipeline incident filed by
9	an operator;
10	"(C) the results of any inspection by the
11	Office of Pipeline Safety or a State regulatory
12	official; and
13	"(D) a description of any corrective action
14	taken in response to a safety-related condition
15	reported under subparagraph (A), (B), or (C);
16	and
17	"(2) prescribe requirements for public access,
18	as appropriate, to integrity management program in-
19	formation prepared under this chapter, including re-
20	quirements that will ensure data accessibility to the
21	greatest extent feasible.".
22	(b) SAFETY CONDITION REPORTS.—Section
23	60102(h)(2) is amended by striking "authorities." and in-
24	serting "officials, including the local emergency respond-
25	ers.".

1	(c) Conforming Amendment.—The chapter anal-
2	ysis for chapter 601 is amended by striking the item relat-
3	ing to section 60116 and inserting the following:
	"60116. Public education, emergency preparedness, community right to know.".
4	SEC. 8. PENALTIES.
5	(a) CIVIL PENALTIES.—Section 60122 is amended—
6	(1) by striking " $$25,000$ " in subsection (a)(1)
7	and inserting "\$500,000";
8	(2) by striking " $$500,000$ " in subsection (a)(1)
9	and inserting '\$1,000,000'';
10	(3) by adding at the end of subsection $(a)(1)$
11	the following: "The preceding sentence does not
12	apply to judicial enforcement action under section
13	60120 or 60121."; and
14	(4) by striking subsection (b) and inserting the
15	following:
16	"(b) Penalty Considerations.—In determining
17	the amount of a civil penalty under this section—
18	"(1) the Secretary shall consider—
19	"(A) the nature, circumstances, and grav-
20	ity of the violation, including adverse impact on
21	the environment;
22	"(B) with respect to the violator, the de-
23	gree of culpability, any history of prior viola-
24	tions, the ability to pay, any effect on ability to
25	continue doing business; and

1	"(C) good faith in attempting to comply;
2	and
3	"(2) the Secretary may consider—
4	"(A) the economic benefit gained from the
5	violation without any discount because of subse-
6	quent damages; and
7	"(B) other matters that justice requires.".
8	(b) EXCAVATOR DAMAGE.—Section 60123(d) is
9	amended—
10	(1) by striking "knowingly and willfully";
11	(2) by inserting "knowingly and willfully" be-
12	fore "engages" in paragraph (1); and
13	(3) striking paragraph $(2)(B)$ and inserting the
14	following:
15	"(B) a pipeline facility, is aware of dam-
16	age, and does not report the damage promptly
17	to the operator of the pipeline facility and to
18	other appropriate authorities; or".
19	(c) CIVIL ACTIONS.—Section 60120(a)(1) is amended
20	to read as follows:
21	((1) On the request of the Secretary of Transpor-
22	tation, the Attorney General may bring a civil action in
23	an appropriate district court of the United States to en-
24	force this chapter, including section 60112 of this chapter,
25	or a regulation prescribed or order issued under this chap-

ter. The court may award appropriate relief, including a
 temporary or permanent injunction, punitive damages,
 and assessment of civil penalties considering the same fac tors as prescribed for the Secretary in an administrative
 case under section 60122.".

#### 6 SEC. 9. STATE OVERSIGHT ROLE.

7 (a) STATE AGREEMENTS WITH CERTIFICATION.—
8 Section 60106 is amended—

9 (1) by striking "GENERAL AUTHORITY.—" in
10 subsection (a) and inserting "AGREEMENTS WITH11 OUT CERTIFICATION.—";

(2) by redesignating subsections (b), (c), and
(d) as subsections (c), (d), and (e); and

14 (3) by inserting after subsection (a) the fol-15 lowing:

16 "(b) Agreements With Certification.—

17 "(1) IN GENERAL.—If the Secretary accepts a 18 certification under section 60105 of this title and 19 makes the determination required under this sub-20 section, the Secretary may make an agreement with 21 a State authority authorizing it to participate in the 22 oversight of interstate pipeline transportation. Each 23 such agreement shall include a plan for the State 24 authority to participate in special investigations in-25 volving incidents or new construction and allow the

1	State authority to participate in other activities
2	overseeing interstate pipeline transportation or to
3	assume additional inspection or investigatory duties.
4	Nothing in this section modifies section 60104(c) or
5	authorizes the Secretary to delegate the enforcement
6	of safety standards prescribed under this chapter to
7	a State authority.
8	"(2) Determinations required.—The Sec-
9	retary may not enter into an agreement under this
10	subsection, unless the Secretary determines that—
11	"(A) the agreement allowing participation
12	of the State authority is consistent with the
13	Secretary's program for inspection and con-
14	sistent with the safety policies and provisions
15	provided under this chapter;
16	"(B) the interstate participation agreement
17	would not adversely affect the oversight respon-
18	sibilities of intrastate pipeline transportation by
19	the State authority;
20	"(C) the State is carrying out a program
21	demonstrated to promote preparedness and risk
22	prevention activities that enable communities to
23	live safely with pipelines;

1	"(D) the State meets the minimum stand-
2	ards for State one-call notification set forth in
3	chapter 61; and
4	"(E) the actions planned under the agree-
5	ment would not impede interstate commerce or
6	jeopardize public safety.

"(3) EXISTING AGREEMENTS.—If requested by 7 8 the State Authority, the Secretary shall authorize a 9 State Authority which had an interstate agreement 10 in effect after January, 1999, to oversee interstate 11 pipeline transportation pursuant to the terms of that 12 agreement until the Secretary determines that the 13 State meets the requirements of paragraph (2) and 14 executes a new agreement, or until December 31, 15 2002, whichever is sooner. Nothing in this para-16 graph shall prevent the Secretary, after affording 17 the State notice, hearing, and an opportunity to cor-18 rect any alleged deficiencies, from terminating an 19 agreement that was in effect before enactment of the 20 Pipeline Safety Improvement Act of 2001 if o •1 ~ 4

21	"(A) the State Authority fails to comply
22	with the terms of the agreement;

23 "(B) implementation of the agreement has24 resulted in a gap in the oversight responsibil-

ities of intrastate pipeline transportation by the
State Authority; or
"(C) continued participation by the State
Authority in the oversight of interstate pipeline
transportation has had an adverse impact on
pipeline safety.".
(b) Ending Agreements.—Subsection (e) of sec-
tion 60106, as redesignated by subsection (a), is amended
to read as follows:
"(e) Ending Agreements.—
"(1) Permissive termination.—The Sec-
retary may end an agreement under this section
when the Secretary finds that the State authority
has not complied with any provision of the agree-
ment.
"(2) MANDATORY TERMINATION OF AGREE-
MENT.—The Secretary shall end an agreement for
the oversight of interstate pipeline transportation if
the Secretary finds that—
"(A) implementation of such agreement
has resulted in a gap in the oversight respon-
sibilities of intrastate pipeline transportation by
the State authority;

"(B) the State actions under the agree ment have failed to meet the requirements
 under subsection (b); or

4 "(C) continued participation by the State
5 authority in the oversight of interstate pipeline
6 transportation would not promote pipeline safe7 ty.

8 "(3) PROCEDURAL REQUIREMENTS.—The Sec-9 retary shall give the notice and an opportunity for 10 a hearing to a State authority before ending an 11 agreement under this section. The Secretary may 12 provide a State an opportunity to correct any defi-13 ciencies before ending an agreement. The finding 14 and decision to end the agreement shall be published 15 in the Federal Register and may not become effec-16 tive for at least 15 days after the date of publication 17 unless the Secretary finds that continuation of an 18 agreement poses an imminent hazard.".

#### 19 SEC. 10. IMPROVED DATA AND DATA AVAILABILITY.

(a) IN GENERAL.—Within 12 months after the date
of enactment of this Act, the Secretary shall develop and
implement a comprehensive plan for the collection and use
of gas and hazardous liquid pipeline data to revise the
causal categories on the incident report forms to eliminate
overlapping and confusing categories and include subcat-

egories. The plan shall include components to provide the
 capability to perform sound incident trend analysis and
 evaluations of pipeline operator performance using nor malized accident data.

5 (b) REPORT OF RELEASES EXCEEDING 5 GAL6 LONS.—Section 60117(b) is amended—

7 (1) by inserting "(1)" before "To";

8 (2) redesignating paragraphs (1) and (2) as
9 subparagraphs (A) and (B);

10 (3) inserting before the last sentence the fol-11 lowing:

12 "(2) A person owning or operating a hazardous liquid 13 pipeline facility shall report to the Secretary each release to the environment greater than five gallons of the haz-14 15 ardous liquid or carbon dioxide transported. This section applies to releases from pipeline facilities regulated under 16 17 this chapter. A report must include the location of the release, fatalities and personal injuries, type of product, 18 19 amount of product release, cause or causes of the release, 20 extent of damage to property and the environment, and 21 the response undertaken to clean up the release.

"(3) During the course of an incident investigation,
a person owning or operating a pipeline facility shall make
records, reports, and information required under subsection (a) of this section or other reasonably described

records, reports, and information relevant to the incident
 investigation, available to the Secretary within the time
 limits prescribed in a written request."; and

4 (4) indenting the first word of the last sentence
5 and inserting "(4)" before "The Secretary" in that
6 sentence.

7 (c) PENALTY AUTHORITIES.—(1) Section 60122(a)
8 is amended by striking "60114(c)" and inserting
9 "60117(b)(3)".

10 (2) Section 60123(a) is amended by striking
11 "60114(c)," and inserting "60117(b)(3),".

12 (d) ESTABLISHMENT OF NATIONAL DEPOSITORY.—
13 Section 60117 is amended by adding at the end the fol14 lowing:

15 "(I) NATIONAL DEPOSITORY.—The Secretary shall establish a national depository of data on events and con-16 17 ditions, including spill histories and corrective actions for specific incidents, that can be used to evaluate the risk 18 of, and to prevent, pipeline failures and releases. The Sec-19 20 retary shall administer the program through the Bureau 21 of Transportation Statistics, in cooperation with the Research and Special Programs Administration, and shall 22 23 make such information available for use by State and local 24 planning and emergency response authorities and the pub-25 lic.".

1	SEC. 11. RESEARCH AND DEVELOPMENT.
2	(a) INNOVATIVE TECHNOLOGY DEVELOPMENT.—
3	(1) IN GENERAL.—As part of the Department
4	of Transportation's research and development pro-
5	gram, the Secretary of Transportation shall direct
6	research attention to the development of alternative
7	technologies—
8	(A) to expand the capabilities of internal
9	inspection devices to identify and accurately
10	measure defects and anomalies;
11	(B) to inspect pipelines that cannot accom-
12	modate internal inspection devices available on
13	the date of enactment;
14	(C) to develop innovative techniques meas-
15	uring the structural integrity of pipelines;
16	(D) to improve the capability, reliability,
17	and practicality of external leak detection de-
18	vices; and
19	(E) to develop and improve alternative
20	technologies to identify and monitor outside
21	force damage to pipelines.
22	(2) COOPERATIVE.—The Secretary may partici-
23	pate in additional technological development through
24	cooperative agreements with trade associations, aca-
25	demic institutions, or other qualified organizations.

(b) PIPELINE SAFETY AND RELIABILITY RESEARCH
 AND DEVELOPMENT.—

3	(1) IN GENERAL.—The Secretary of Transpor-
4	tation, in coordination with the Secretary of Energy,
5	shall develop and implement an accelerated coopera-
6	tive program of research and development to ensure
7	the integrity of natural gas and hazardous liquid
8	pipelines. This research and development program—
9	(A) shall include materials inspection tech-
10	niques, risk assessment methodology, and infor-
11	mation systems surety; and
12	(B) shall complement, and not replace, the
13	research program of the Department of Energy
14	addressing natural gas pipeline issues existing
15	on the date of enactment of this Act.
16	(2) PURPOSE.—The purpose of the cooperative
17	research program shall be to promote pipeline safety
18	research and development to—
19	(A) ensure long-term safety, reliability and
20	service life for existing pipelines;
21	(B) expand capabilities of internal inspec-
22	tion devices to identify and accurately measure
23	defects and anomalies;
24	(C) develop inspection techniques for pipe-
25	lines that cannot accommodate the internal in-

1	spection devices available on the date of enact-
2	ment;
3	(D) develop innovative techniques to meas-
4	ure the structural integrity of pipelines to pre-
5	vent pipeline failures;
6	(E) develop improved materials and coat-
7	ings for use in pipelines;
8	(F) improve the capability, reliability, and
9	practicality of external leak detection devices;
10	(G) identify underground environments
11	that might lead to shortened service life;
12	(H) enhance safety in pipeline siting and
13	land use;
14	(I) minimize the environmental impact of
15	pipelines;
16	(J) demonstrate technologies that improve
17	pipeline safety, reliability, and integrity;
18	(K) provide risk assessment tools for opti-
19	mizing risk mitigation strategies; and
20	(L) provide highly secure information sys-
21	tems for controlling the operation of pipelines.
22	(3) Areas.—In carrying out this subsection,
23	the Secretary of Transportation, in coordination
24	with the Secretary of Energy, shall consider research

1	and development on natural gas, crude oil and petro-
2	leum product pipelines for—
3	(A) early crack, defect, and damage detec-
4	tion, including real-time damage monitoring;
5	(B) automated internal pipeline inspection
6	sensor systems;
7	(C) land use guidance and set back man-
8	agement along pipeline rights-of-way for com-
9	munities;
10	(D) internal corrosion control;
11	(E) corrosion-resistant coatings;
12	(F) improved cathodic protection;
13	(G) inspection techniques where internal
14	inspection is not feasible, including measure-
15	ment of structural integrity;
16	(H) external leak detection, including port-
17	able real-time video imaging technology, and
18	the advancement of computerized control center
19	leak detection systems utilizing real-time remote
20	field data input;
21	(I) longer life, high strength, non-corrosive
22	pipeline materials;
23	(J) assessing the remaining strength of ex-
24	isting pipes;

1	(K) risk and reliability analysis models, to
2	be used to identify safety improvements that
3	could be realized in the near term resulting
4	from analysis of data obtained from a pipeline
5	performance tracking initiative;
6	(L) identification, monitoring, and preven-
7	tion of outside force damage, including satellite
8	surveillance; and
9	(M) any other areas necessary to ensuring
10	the public safety and protecting the environ-
11	ment.
12	(4) POINTS OF CONTACT.—
13	(A) IN GENERAL.—To coordinate and im-
14	plement the research and development pro-
15	grams and activities authorized under this
16	subsection—
17	(i) the Secretary of Transportation
18	shall designate, as the point of contact for
19	the Department of Transportation, an offi-
20	cer of the Department of Transportation
21	who has been appointed by the President
22	and confirmed by the Senate; and
23	(ii) the Secretary of Energy shall des-
24	ignate, as the point of contact for the De-
25	partment of Energy, an officer of the De-

partment of Energy who has been ap pointed by the President and confirmed by
 the Senate.

- 4 (B) DUTIES.—
- 5 (i) The point of contact for the De-6 partment of Transportation shall have the 7 primary responsibility for coordinating and 8 overseeing the implementation of the re-9 search, development, and demonstration 10 program plan under paragraphs (5) and 11 (6).

(ii) The points of contact shall jointly
assist in arranging cooperative agreements
for research, development and demonstration involving their respective Departments, national laboratories, universities,
and industry research organizations.

18 (5) Research and development program 19 PLAN.—Within 240 days after the date of enactment 20 of this Act, the Secretary of Transportation, in co-21 ordination with the Secretary of Energy and the 22 Pipeline Integrity Technical Advisory Committee, 23 shall prepare and submit to the Congress a 5-year 24 program plan to guide activities under this sub-25 section. In preparing the program plan, the Sec-

1 retary shall consult with appropriate representatives 2 of the natural gas, crude oil, and petroleum product 3 pipeline industries to select and prioritize appro-4 priate project proposals. The Secretary may also 5 seek the advice of utilities, manufacturers, institu-6 tions of higher learning, Federal agencies, the pipe-7 line research institutions, national laboratories. 8 State pipeline safety officials, environmental organi-9 zations, pipeline safety advocates, and professional 10 and technical societies.

11 (6)IMPLEMENTATION.—The Secretary of 12 Transportation shall have primary responsibility for 13 ensuring the 5-year plan provided for in paragraph 14 (5) is implemented as intended. In carrying out the 15 research, development, and demonstration activities 16 under this paragraph, the Secretary of Transpor-17 tation and the Secretary of Energy may use, to the 18 extent authorized under applicable provisions of law, 19 contracts, cooperative agreements, cooperative re-20 search and development agreements under the Ste-21 venson-Wydler Technology Innovation Act of 1980 22 (15 U.S.C. 3701 et seq.), grants, joint ventures, 23 other transactions, and any other form of agreement 24 available to the Secretary consistent with the rec-25 ommendations of the Advisory Committee.

1 (7) REPORTS TO CONGRESS.—The Secretary of 2 Transportation shall report to the Congress annually 3 as to the status and results to date of the implemen-4 tation of the research and development program 5 plan. The report shall include the activities of the 6 Departments of Transportation and Energy, the na-7 tional laboratories, universities, and any other re-8 search organizations, including industry research or-9 ganizations.

# 10 SEC. 12. PIPELINE INTEGRITY TECHNICAL ADVISORY COM 11 MITTEE.

12 (a) ESTABLISHMENT.—The Secretary of Transpor-13 tation shall enter into appropriate arrangements with the National Academy of Sciences to establish and manage the 14 15 Pipeline Integrity Technical Advisory Committee for the purpose of advising the Secretary of Transportation and 16 17 the Secretary of Energy on the development and implementation of the 5-year research, development, and dem-18 19 onstration program plan under section 11(b)(5). The Ad-20 visory Committee shall have an ongoing role in evaluating 21 the progress and results of the research, development, and 22 demonstration carried out under that section.

(b) MEMBERSHIP.—The National Academy of
Sciences shall appoint the members of the Pipeline Integrity Technical Advisory Committee after consultation with

the Secretary of Transportation and the Secretary of En ergy. Members appointed to the Advisory Committee
 should have the necessary qualifications to provide tech nical contributions to the purposes of the Advisory Com mittee.

#### 6 SEC. 13. AUTHORIZATION OF APPROPRIATIONS.

7 (a) GAS AND HAZARDOUS LIQUIDS.—Section
8 60125(a) is amended to read as follows:

9 "(a) GAS AND HAZARDOUS LIQUID.—To carry out 10 this chapter and other pipeline-related damage prevention 11 activities of this title (except for section 60107), there are 12 authorized to be appropriated to the Department of 13 Transportation—

"(1) \$26,000,000 for fiscal year 2002, of which
\$20,000,000 is to be derived from user fees for fiscal year 2002 collected under section 60301 of this
title; and

"(2) \$30,000,000 for each of the fiscal years
2003 and 2004 of which \$23,000,000 is to be derived from user fees for fiscal year 2003 and fiscal
year 2004 collected under section 60301 of this
title.".

23 (b) GRANTS TO STATES.—Section 60125(c) is24 amended to read as follows:

"(c) STATE GRANTS.—Not more than the following
 amounts may be appropriated to the Secretary to carry
 out section 60107—

4 "(1) \$17,000,000 for fiscal year 2002, of which
5 \$15,000,000 is to be derived from user fees for fis6 cal year 2002 collected under section 60301 of this
7 title; and

8 "(2) \$20,000,000 for the fiscal years 2003 and
9 2004 of which \$18,000,000 is to be derived from
10 user fees for fiscal year 2003 and fiscal year 2004
11 collected under section 60301 of this title.".

12 (c) OIL SPILLS.—Section 60125 is amended by re-13 designating subsections (d), (e), and (f) as subsections (e), (f), (g) and inserting after subsection (c) the following: 14 15 "(d) OIL SPILL LIABILITY TRUST FUND.—Of the amounts available in the Oil Spill Liability Trust Fund, 16 17 \$8,000,000 shall be transferred to the Secretary of Transportation, as provided in appropriation Acts, to carry out 18 programs authorized in this Act for each of fiscal years 19 20 2002, 2003, and 2004.".

(d) PIPELINE INTEGRITY PROGRAM.—(1) There are
authorized to be appropriated to the Secretary of Transportation for carrying out sections 11(b) and 12 of this
Act \$3,000,000, to be derived from user fees under section

1 60301 of title 49, United States Code, for each of the fis-2 cal years 2002 through 2006.

3 (2) Of the amounts available in the Oil Spill Liability 4 Trust Fund established by section 9509 of the Internal 5 Revenue Code of 1986 (26 U.S.C. 9509), \$3,000,000 shall 6 be transferred to the Secretary of Transportation, as pro-7 vided in appropriation Acts, to carry out programs for de-8 tection, prevention and mitigation of oil spills under sec-9 tions 11(b) and 12 of this Act for each of the fiscal years 10 2002 through 2006.

(3) There are authorized to be appropriated to the
Secretary of Energy for carrying out sections 11(b) and
12 of this Act such sums as may be necessary for each
of the fiscal years 2002 through 2006.

#### 15 SEC. 14. OPERATOR ASSISTANCE IN INVESTIGATIONS.

16 (a) IN GENERAL.—If the Department of Transpor-17 tation or the National Transportation Safety Board investigate an accident, the operator involved shall make avail-18 19 able to the representative of the Department or the Board 20all records and information that in any way pertain to the 21 accident (including integrity management plans and test 22 results), and shall afford all reasonable assistance in the 23 investigation of the accident.

24 (b) CORRECTIVE ACTION ORDERS.—Section25 60112(d) is amended—

(1) by inserting "(1)" after "CORRECTIVE AC TION ORDERS.—"; and

(2)

3

(2) by adding at the end the following:

"(2) If, in the case of a corrective action order issued 4 5 following an accident, the Secretary determines that the actions of an employee carrying out an activity regulated 6 7 under this chapter, including duties under section 8 60102(a), may have contributed substantially to the cause 9 of the accident, the Secretary shall direct the operator to 10 relieve the employee from performing those activities, reassign the employee, or place the employee on leave until 11 12 the earlier of the date on which—

"(A) the Secretary determines, after notice and
an opportunity for a hearing, that the employee's
performance of duty in carrying out the activity did
not contribute substantially to the cause of the accident; or

"(B) the Secretary determines the employee has
been re-qualified or re-trained as provided for in section 4 of the Pipeline Safety Improvement Act of
2001 and can safely perform those activities.

"(3) Action taken by an operator under paragraph
(2) shall be in accordance with the terms and conditions
of any applicable collective bargaining agreement to the
extent it is not inconsistent with the requirements of this
 section.".

# 3 SEC. 15. PROTECTION OF EMPLOYEES PROVIDING PIPE4 LINE SAFETY INFORMATION.

5 (a) IN GENERAL.—Chapter 601 is amended by add-6 ing at the end the following:

# 7 "§60129. Protection of employees providing pipeline 8 safety information

9 "(a) DISCRIMINATION AGAINST PIPELINE EMPLOY-10 EES.—No pipeline operator or contractor or subcontractor 11 of a pipeline may discharge an employee or otherwise dis-12 criminate against an employee with respect to compensa-13 tion, terms, conditions, or privileges of employment be-14 cause the employee (or any person acting pursuant to a 15 request of the employee)—

"(1) provided, caused to be provided, or is 16 17 about to provide (with any knowledge of the em-18 ployer) or cause to be provided to the employer or 19 Federal Government information relating to any vio-20 lation or alleged violation of any order, regulation, 21 or standard of the Research and Special Programs 22 Administration or any other provision of Federal law 23 relating to pipeline safety under this chapter or any 24 other law of the United States;

1	"(2) has filed, caused to be filed, or is about to
2	file (with any knowledge of the employer) or cause
3	to be filed a proceeding relating to any violation or
4	alleged violation of any order, regulation, or stand-
5	ard of the Administration or any other provision of
6	Federal law relating to pipeline safety under this
7	chapter or any other law of the United States;
8	"(3) testified or is about to testify in such a
9	proceeding; or
10	"(4) assisted or participated or is about to as-
11	sist or participate in such a proceeding.
12	"(b) Department of Labor Complaint Proce-
12	
13	DURE.—
13 14	"(1) FILING AND NOTIFICATION.—A person
14	"(1) FILING AND NOTIFICATION.—A person
14 15	"(1) FILING AND NOTIFICATION.—A person who believes that he or she has been discharged or
14 15 16	"(1) FILING AND NOTIFICATION.—A person who believes that he or she has been discharged or otherwise discriminated against by any person in
14 15 16 17	"(1) FILING AND NOTIFICATION.—A person who believes that he or she has been discharged or otherwise discriminated against by any person in violation of subsection (a) may, not later than 90
14 15 16 17 18	"(1) FILING AND NOTIFICATION.—A person who believes that he or she has been discharged or otherwise discriminated against by any person in violation of subsection (a) may, not later than 90 days after the date on which such violation occurs,
14 15 16 17 18 19	"(1) FILING AND NOTIFICATION.—A person who believes that he or she has been discharged or otherwise discriminated against by any person in violation of subsection (a) may, not later than 90 days after the date on which such violation occurs, file (or have any person file on his or her behalf) a
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> </ol>	"(1) FILING AND NOTIFICATION.—A person who believes that he or she has been discharged or otherwise discriminated against by any person in violation of subsection (a) may, not later than 90 days after the date on which such violation occurs, file (or have any person file on his or her behalf) a complaint with the Secretary of Labor alleging such
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> </ol>	"(1) FILING AND NOTIFICATION.—A person who believes that he or she has been discharged or otherwise discriminated against by any person in violation of subsection (a) may, not later than 90 days after the date on which such violation occurs, file (or have any person file on his or her behalf) a complaint with the Secretary of Labor alleging such discharge or discrimination. Upon receipt of such a
<ol> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> </ol>	"(1) FILING AND NOTIFICATION.—A person who believes that he or she has been discharged or otherwise discriminated against by any person in violation of subsection (a) may, not later than 90 days after the date on which such violation occurs, file (or have any person file on his or her behalf) a complaint with the Secretary of Labor alleging such discharge or discrimination. Upon receipt of such a complaint, the Secretary of Labor shall notify, in

allegations contained in the complaint, of the sub stance of evidence supporting the complaint, and of
 the opportunities that will be afforded to such per son under paragraph (2).

### "(2) INVESTIGATION; PRELIMINARY ORDER.—

6 "(A) IN GENERAL.—Not later than 60 7 days after the date of receipt of a complaint 8 filed under paragraph (1) and after affording 9 the person named in the complaint an oppor-10 tunity to submit to the Secretary of Labor a 11 written response to the complaint and an oppor-12 tunity to meet with a representative of the Sec-13 retary to present statements from witnesses, 14 the Secretary of Labor shall conduct an inves-15 tigation and determine whether there is reason-16 able cause to believe that the complaint has 17 merit and notify in writing the complainant and 18 the person alleged to have committed a violation 19 of subsection (a) of the Secretary's findings. If 20 the Secretary of Labor concludes that there is 21 reasonable cause to believe that a violation of 22 subsection (a) has occurred, the Secretary shall 23 accompany the Secretary's findings with a pre-24 liminary order providing the relief prescribed by 25 paragraph (3)(B). Not later than 30 days after

5

1 the date of notification of findings under this 2 paragraph, either the person alleged to have 3 committed the violation or the complainant may 4 file objections to the findings or preliminary 5 order, or both, and request a hearing on the record. The filing of such objections shall not 6 7 operate to stay any reinstatement remedy contained in the preliminary order. Such hearings 8 9 shall be conducted expeditiously. If a hearing is 10 not requested in such 30-day period, the pre-11 liminary order shall be deemed a final order 12 that is not subject to judicial review.

### 13 "(B) REQUIREMENTS.—

14 "(i) REQUIRED SHOWING BY COM-15 PLAINANT.—The Secretary of Labor shall 16 dismiss a complaint filed under this sub-17 section and shall not conduct an investiga-18 tion otherwise required under subpara-19 graph (A) unless the complainant makes a 20 prima facie showing that any behavior de-21 scribed in paragraphs (1) through (4) of 22 subsection (a) was a contributing factor in 23 the unfavorable personnel action alleged in 24 the complaint.

41

1	"(ii) Showing by employer.—Not-
2	withstanding a finding by the Secretary
3	that the complainant has made the show-
4	ing required under clause (i), no investiga-
5	tion otherwise required under subpara-
6	graph (A) shall be conducted if the em-
7	ployer demonstrates, by clear and con-
8	vincing evidence, that the employer would
9	have taken the same unfavorable personnel
10	action in the absence of that behavior.
11	"(iii) Criteria for determination
12	BY SECRETARY.—The Secretary may de-
13	termine that a violation of subsection (a)
14	has occurred only if the complainant dem-
15	onstrates that any behavior described in
16	paragraphs $(1)$ through $(4)$ of subsection
17	(a) was a contributing factor in the unfa-
18	vorable personnel action alleged in the
19	complaint.
20	"(iv) PROHIBITION.—Relief may not
21	be ordered under subparagraph (A) if the
22	employer demonstrates by clear and con-
23	vincing evidence that the employer would
24	have taken the same unfavorable personnel
25	action in the absence of that behavior.

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"(3) FINAL ORDER.—

1

2 "(A) DEADLINE FOR ISSUANCE; SETTLE-MENT AGREEMENTS.—Not later than 120 days 3 4 after the date of conclusion of a hearing under 5 paragraph (2), the Secretary of Labor shall issue a final order providing the relief pre-6 7 scribed by this paragraph or denying the com-8 plaint. At any time before issuance of a final 9 order, a proceeding under this subsection may 10 be terminated on the basis of a settlement 11 agreement entered into by the Secretary of 12 Labor, the complainant, and the person alleged 13 to have committed the violation. 14 "(B) REMEDY.—If, in response to a com-15 plaint filed under paragraph (1), the Secretary 16 of Labor determines that a violation of sub-17 section (a) has occurred, the Secretary of Labor

18 shall order the person who committed such vio-19 lation to—

20 "(i) take affirmative action to abate
21 the violation;

22 "(ii) reinstate the complainant to his
23 or her former position together with the
24 compensation (including back pay) and re-

	10
1	store the terms, conditions, and privileges
2	associated with his or her employment; and
3	"(iii) provide compensatory damages
4	to the complainant.
5	If such an order is issued under this paragraph,
6	the Secretary of Labor, at the request of the
7	complainant, shall assess against the person
8	whom the order is issued a sum equal to the ag-
9	gregate amount of all costs and expenses (in-
10	cluding attorney's and expert witness fees) rea-
11	sonably incurred, as determined by the Sec-
12	retary of Labor, by the complainant for, or in
13	connection with, the bringing the complaint
14	upon which the order was issued.
15	"(C) FRIVOLOUS COMPLAINTS.—If the
16	Secretary of Labor finds that a complaint
17	under paragraph (1) is frivolous or has been
18	brought in bad faith, the Secretary of Labor
19	may award to the prevailing employer a reason-
20	able attorney's fee not exceeding \$1,000.
21	"(4) REVIEW.—
22	"(A) APPEAL TO COURT OF APPEALS.—
23	Any person adversely affected or aggrieved by
24	an order issued under paragraph (3) may ob-
25	tain review of the order in the United States

1 Court of Appeals for the circuit in which the 2 violation, with respect to which the order was 3 issued, allegedly occurred or the circuit in which 4 the complainant resided on the date of such vio-5 lation. The petition for review must be filed not 6 later than 60 days after the date of issuance of 7 the final order of the Secretary of Labor. Re-8 view shall conform to chapter 7 of title 5, 9 United States Code. The commencement of pro-10 ceedings under this subparagraph shall not, un-11 less ordered by the court, operate as a stay of 12 the order.

13 "(B) LIMITATION ON COLLATERAL AT14 TACK.—An order of the Secretary of Labor
15 with respect to which review could have been
16 obtained under subparagraph (A) shall not be
17 subject to judicial review in any criminal or
18 other civil proceeding.

"(5) ENFORCEMENT OF ORDER BY SECRETARY
OF LABOR.—Whenever any person has failed to comply with an order issued under paragraph (3), the
Secretary of Labor may file a civil action in the
United States district court for the district in which
the violation was found to occur to enforce such
order. In actions brought under this paragraph, the

district courts shall have jurisdiction to grant all ap propriate relief, including, but not to be limited to,
 injunctive relief and compensatory damages.

"(6) ENFORCEMENT OF ORDER BY PARTIES.— 4 "(A) COMMENCEMENT OF ACTION.—A per-5 6 son on whose behalf an order was issued under 7 paragraph (3) may commence a civil action 8 against the person to whom such order was 9 issued to require compliance with such order. The appropriate United States district court 10 11 shall have jurisdiction, without regard to the 12 amount in controversy or the citizenship of the 13 parties, to enforce such order.

14 "(B) ATTORNEY FEES.—The court, in
15 issuing any final order under this paragraph,
16 may award costs of litigation (including reason17 able attorney and expert witness fees) to any
18 party whenever the court determines such
19 award costs is appropriate.

"(c) MANDAMUS.—Any nondiscretionary duty imposed by this section shall be enforceable in a mandamus
proceeding brought under section 1361 of title 28, United
States Code.

24 "(d) NONAPPLICABILITY TO DELIBERATE VIOLA25 TIONS.—Subsection (a) shall not apply with respect to an

employee of a pipeline, contractor or subcontractor who,
 acting without direction from the pipeline contractor or
 subcontractor (or such person's agent), deliberately causes
 a violation of any requirement relating to pipeline safety
 under this chapter or any other law of the United States.

6 "(e) CONTRACTOR DEFINED.—In this section, the
7 term 'contractor' means a company that performs safety8 sensitive functions by contract for a pipeline.".

9 (b) CIVIL PENALTY.—Section 60122(a) is amended
10 by adding at the end the following:

11 "(3) A person violating section 60129, or an order issued thereunder, is liable to the Government for a civil 12 13 penalty of not more than \$1,000 for each violation. The penalties provided by paragraph (1) do not apply to a vio-14 15 lation of section 60129 or an order issued thereunder.". 16 (c) CONFORMING AMENDMENT.—The chapter anal-17 ysis for chapter 601 is amended by adding at the end the 18 following:

"60129. Protection of employees providing pipeline safety information.".

#### 19 SEC. 16. STATE PIPELINE SAFETY ADVISORY COMMITTEES.

Within 90 days after receiving recommendations for improvements to pipeline safety from an advisory committee appointed by the Governor of any State, the Secretary of Transportation shall respond in writing to the committee setting forth what action, if any, the Secretary will take on those recommendations and the Secretary's reasons for acting or not acting upon any of the rec ommendations.

#### **3 SEC. 17. FINES AND PENALTIES.**

4 The Inspector General of the Department of Trans-5 portation shall conduct an analysis of the Department's assessment of fines and penalties on gas transmission and 6 7 hazardous liquid pipelines, including the cost of corrective 8 actions required by the Department in lieu of fines, and, 9 no later than 6 months after the date of enactment of this 10 Act, shall provide a report to the Senate Committee on Commerce, Science, and Transportation and the House 11 12 Committee on Transportation and Infrastructure on any 13 findings and recommendations for actions by the Secretary or Congress to ensure the fines assessed are an ef-14 15 fective deterrent for reducing safety risks.

#### 16 SEC. 18. STUDY OF RIGHTS-OF-WAY.

17 The Secretary of Transportation is authorized to con-18 duct a study on how best to preserve environmental re-19 sources in conjunction with maintaining pipeline rights-20 of-way. The study shall recognize pipeline operators' regu-21 latory obligations to maintain rights-of-way and to protect 22 public safety.

#### 23 SEC. 19. STUDY OF NATURAL GAS RESERVE.

24 (a) FINDINGS.—Congress finds that:

10
(1) In the last few months, natural gas prices
across the country have tripled.
(2) In California, natural gas prices have in-
creased twenty-fold, from \$3 per million British
thermal units to nearly \$60 per million British ther-
mal units.
(3) One of the major causes of these price in-
creases is a lack of supply, including a lack of nat-
ural gas reserves.
(4) The lack of a reserve was compounded by
the rupture of an El Paso Natural Gas Company
pipeline in Carlsbad, New Mexico on August 1,
2000.
(5) Improving pipeline safety will help prevent
similar accidents that interrupt the supply of natural
gas and will help save lives.
(6) It is also necessary to find solutions for the
lack of natural gas reserves that could be used dur-
lack of natural gas reserves that could be used dur- ing emergencies.
ing emergencies.
ing emergencies. (b) Study by the National Academy of
ing emergencies. (b) STUDY BY THE NATIONAL ACADEMY OF SCIENCES.—The Secretary of Energy shall request the
ing emergencies. (b) STUDY BY THE NATIONAL ACADEMY OF SCIENCES.—The Secretary of Energy shall request the National Academy of Sciences to—

1 whether the increases have been caused by 2 problems with the supply of natural gas or by 3 problems with the natural gas transmission sys-4 tem; (B) identify any Federal or State policies 5 6 that may have contributed to the price in-7 creases; and 8 (C) determine what Federal action would 9 be necessary to improve the reserve supply of 10 natural gas for use in situations of natural gas 11 shortages and price increases, including deter-12 mining the feasibility and advisability of a Fed-13 eral strategic natural gas reserve system; and 14 (2) not later than 60 days after the date of en-15 actment of this Act, submit to Congress a report on 16 the results of the study. 17 SEC. 20. STUDY AND REPORT ON NATURAL GAS PIPELINE 18 AND STORAGE FACILITIES IN NEW ENGLAND. 19 (a) STUDY.—The Federal Energy Regulatory Com-20 mission, in consultation with the Department of Energy, 21 shall conduct a study on the natural gas pipeline trans-22 mission network in New England and natural gas storage 23 facilities associated with that network. In carrying out the 24 study, the Commission shall consider—

1	(1) the ability of natural gas pipeline and stor-
2	age facilities in New England to meet current and
3	projected demand by gas-fired power generation
4	plants and other consumers;
5	(2) capacity constraints during unusual weather
6	periods;
7	(3) potential constraint points in regional,
8	interstate, and international pipeline capacity serv-
9	ing New England; and
10	(4) the quality and efficiency of the Federal en-
11	vironmental review and permitting process for nat-
12	ural gas pipelines.
13	(b) REPORT.—Not later than 120 days after the date
14	of the enactment of this Act, the Federal Energy Regu-
15	latory Commission shall prepare and submit to the Senate
16	Committee on Energy and Natural Resources and the ap-
17	propriate committee of the House of Representatives a re-
18	port containing the results of the study conducted under
19	subsection (a), including recommendations for addressing

- 1 potential natural gas transmission and storage capacity
- 2 problems in New England.

Passed the Senate February 8, 2001.

Attest:

Secretary.



## AN ACT

To provide for enhanced safety, public awareness, and environmental protection in pipeline transportation, and for other purposes.

- S 235 ES—2
- S 235 ES—\_\_3
- S 235 ES—4
- S 235 ES—5