NOTICE OF AMENDMENT

OVERNIGHT EXPRESS MAIL

November 30, 2012

Mr. Joe King, Danville City Manager
427 Patton St.
Room 404
Danville, VA 24541

CPF 1-2012-0005M

Dear Mr. King:

Between January 27 and December 29, 2011 inspectors from the Virginia State Corporation Commission (VA SCC) acting as Agent for the Pipeline and Hazardous Materials Safety Administration (PHMSA) pursuant to Chapter 601 of 49 United States Code inspected the City of Danville’s (City) pipeline facilities in Danville, VA including City operations and maintenance (O&M) procedures.

On the basis of the inspection, PHMSA has identified the apparent inadequacy found within the City’s plans or procedures, as described below:

1. § 192.805 Qualification program.
   Each operator shall have and follow a written qualification program. The program shall include provisions to:
   (a) Identify covered tasks;

The City failed to identify the maintenance and calibration of telemetering (use of an electrical or pneumatic apparatus for indicating, recording or integrating the values of a variable quantity, and for transmitting the data to a distant point) as a covered task.

The City should amend its plans or procedures to include the maintenance and calibration of telemetering as a covered task under §192.805(a).
Response to this Notice

This Notice is provided pursuant to 49 U.S.C. § 60108(a) and 49 C.F.R. § 190.237. Enclosed as part of this Notice is a document entitled Response Options for Pipeline Operators in Compliance Proceedings. Please refer to this document and note the response options. Be advised that all material you submit in response to this enforcement action is subject to being made publicly available. If you believe that any portion of your responsive material qualifies for confidential treatment under 5 U.S.C. 552(b), along with the complete original document you must provide a second copy of the document with the portions you believe qualify for confidential treatment redacted and an explanation of why you believe the redacted information qualifies for confidential treatment under 5 U.S.C. 552(b). If you do not respond within 30 days of receipt of this Notice, this constitutes a waiver of your right to contest the allegations in this Notice and authorizes the Associate Administrator for Pipeline Safety to find facts as alleged in this Notice without further notice to you and to issue a Final Order.

If, after opportunity for a hearing, your plans or procedures are found inadequate as alleged in this Notice, you may be ordered to amend your plans or procedures to correct the inadequacies (49 C.F.R. § 190.237). If you are not contesting this Notice, we propose that you submit your amended procedures to my office within 90 days of receipt of this Notice. This period may be extended by written request for good cause. Once the inadequacies identified herein have been addressed in your amended procedures, this enforcement action will be closed.

It is requested (not mandated) that the City of Danville, VA maintain documentation of the safety improvement costs associated with fulfilling this Notice of Amendment (preparation/revision of plans, procedures) and submit the total to, as well as any correspondence relating to this Notice to: Byron Coy, PE, Director, PHMSA Eastern Region, 820 Bear Tavern Road, Suite 103, W. Trenton, NJ 08628. Please refer to CPF 1-2012-0005M on each document you submit, and please provide a (signed) copy in electronic format whenever possible. Smaller files may be emailed to Byron.Coy@dot.gov. Larger files should be sent on a CD accompanied by the original (signed) paper copy to the Eastern Region Office.

Sincerely,

[Signature]

Byron Coy, P.E.
Director, Eastern Region
Pipeline and Hazardous Materials Safety Administration

Enclosure: Response Options for Pipeline Operators in Compliance Proceedings

Cc: Mr. James Hotinger, VA SCC