

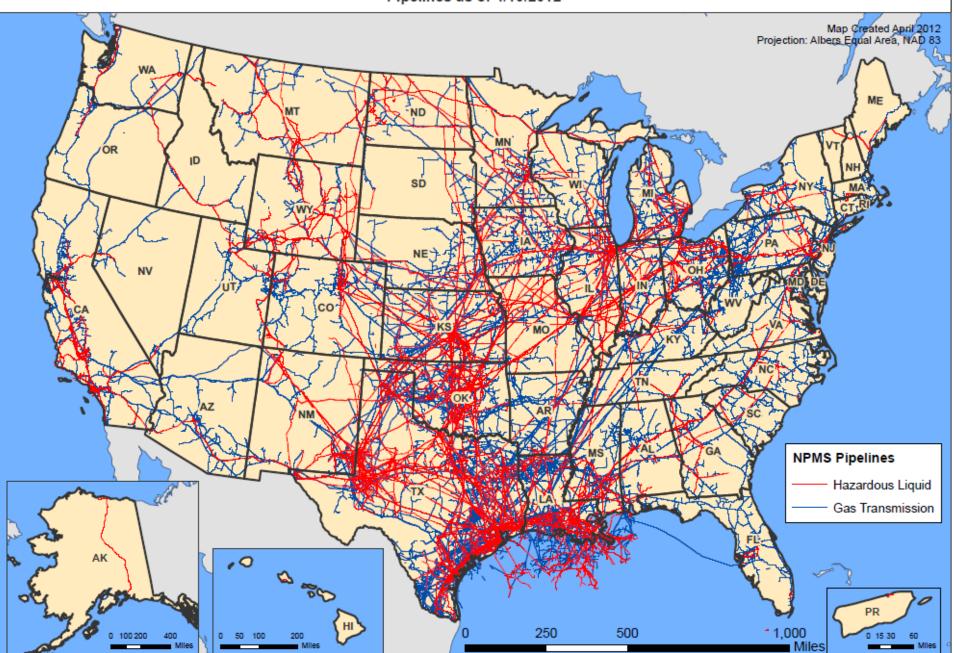
REGULATORY PERSPECTIVE: KEY CHALLENGES



Gov/Industry Pipeline R&D Forum

Crowne Plaza Hotel Rosemont, IL August 6-7, 2014

Gas Transmission And Hazardous Liquid Pipelines Pipelines as of 4/10/2012





Pipeline Incidents

Carmichael, MS

San Bruno, CA





Allentown, PA

Marshall, MI







PHMSA: Unique Position

- Oversight of the national pipeline safety program, includes:
 - Educating stakeholders of significant pipeline issues & challenges
 - Research program to advance pipeline safety





- Regulates/Inspects/Enforces with States:
 - Over 2.6M miles of pipelines
 - Over 2,600 pipeline operators
 - Over 100 LNG facilities
- Congressional mandates
- NTSB, GAO and IG Recommendations





- Increasing our inspection/enforcement workforce
- Workforce retention/planning
- Synergies with all stakeholders
- Safety Management System and Culture



Pipeline Safety RD&T Mission

To sponsor projects focused on near-term solutions to improve the safety, reduce environmental impact, and enhance the reliability of the Nation's pipeline transportation system.

Key Points

- We employ a collaborative approach to address mutual challenges
- We help remove technical barriers on a given challenge
- We measure our research results/impacts
- We are transparent http://primis.phmsa.dot.gov/rd/

Pipeline Safety Improvement Act of 2002 established our modern program



Program Objectives

| Developing Technology | Strengthening Consensus Standards | Promoting Knowledge |
|---|--|--|
| Fostering the development of new technologies so that pipeline operators can improve safety performance and more effectively address regulatory requirements. | Targeting and feeding new knowledge into the process of keeping standards relevant to their purpose. | Generating and promoting general knowledge to decision makers. |



Key Technical Challenges

- Excavation damage
- Corrosion
- Crack detection
- Vintage/legacy materials
- Construction quality



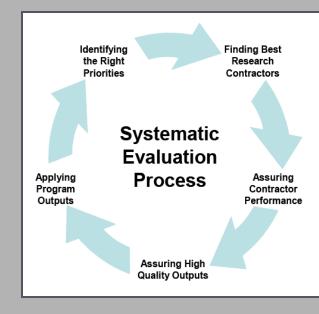
Key Technical Challenges

- Risk assessment/management
- Defect detection & characterization
- Leak & rupture detection & location
- Fugitive methane



Research Challenges

- PHMSA strives to create a collaborative National research agenda that is:
 - Inclusive
 - Transparent
 - Independent
- Finding the best research teams to maximize chance of market success



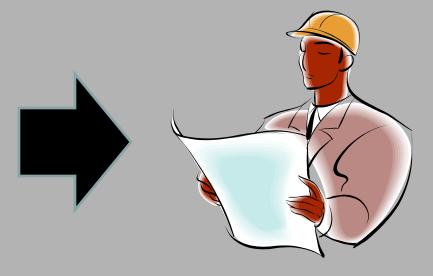
Success with limited resources



Research Challenges

 Balancing research investments in longer term vs. just short term solutions







R&D Successes

- PHMSA Program handout at registration desk
- Success stories slides during breaks
- Research partnerships are bringing marketable solutions



Thank You!

Kenneth Lee

Director of Engineering and Research
Office of Pipeline Safety
DOT/PHMSA