

Enforcement Orders Signed October 12, 2016

Atmos Energy Corp., Mid-Tex Division

Docket No. GUD 10460

System Name: System of Company ID 6776 (System ID #1756)

Violation Code: 192-INT-J01

The operator failed to specify or implement necessary record keeping requirements (e.g. adequately documenting decision making activities).

Rules violated:

Evaluation ID	Violation State	Previous Evaluation ID	Location	Note
20142994			CA (2ND) (WEST)--Line CA (2nd) East to Springtown Plant	HCC00628 and HCC00038: Baseline complete: 4/12/2007 Reassessment due: 4/12/2014 Actual reassessment date: 5/7/14 ILI run September 24, 2013 found and removed obstruction. ILI re-run 5/7/14.
20142994			C12	HCC00058A and HCC00058C: Baseline complete: 7/28/2006 Reassessment due: 7/28/2013 Actual reassessment date: 10/1/13 Project bid out and was awarded to the direct assessment contractor on 4/25/13. Scope of work in contract to finish survey by 6/24/13. Indirect survey performed 10/1/13.
20142994			D1	HCC00071: Baseline complete: 2/1/2007 Reassessment due: 2/1/2014 Actual reassessment date: 4/18/14 Atmos employee left company and project was delayed due to changeover. Indirect survey was completed on 4/18/14.
20142994			D	HCC00643, HCC00065A, HCC00065B Baseline Complete: HCC00065A: 7/21/2006 HCC00065B: 6/15/2007

<u>Evaluation ID</u>	<u>Violation State</u>	<u>Previous Evaluation ID</u>	<u>Location</u>	<u>Note</u>
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Reassessment due:
HCC00065A: 7/21/2013
HCC00065B: 6/15/2014

Actual reassessment date:
HCC00065A: 8/22/13
HCC00065B: 3/25/15

ILI was run on 8/17/11 and was damaged. ILI run only covered a portion of HCC00065A. The obstruction was removed and the ILI re-run on 8/22/13. This run covered all of HCC00065A but only a portion of HCC00065B. An ILI was run on the remainder of HCC00065B on 10/8/14 but the tool had an electronic failure. The tool was re-run again on 12/17/14 and 1/26/15. Both runs were unsuccessful due to mechanical or flow control difficulties. The tool was re-run successfully on 3/25/15.

Penalties

<u>Evaluation ID</u>	<u>First Day of Non-compliance</u>	<u>Days Out Of Compliance</u>	<u>Penalty Amount</u>	<u>Enhanced Penalty Amount</u>	<u>Enhancement Reason</u>
20142994				\$ 5,000.00	Straight Penalty Not Per Day Rated

AGREED ORDER SIGNED: 10/12/16
PENALTY PAID: \$2,500.00