CHRISTI CRADDICK, CHAIRMAN WAYNE CHRISTIAN, COMMISSIONER JIM WRIGHT, COMMISSIONER



ALEXANDER C. SCHOCH, GENERAL COUNSEL

RAILROAD COMMISSION OF TEXAS OFFICE OF GENERAL COUNSEL

MEMORANDUM

TO:

Chairman Christi Craddick Commissioner Wayne Christian Commissioner Jim Wright

FROM:

Haley Cochran, Assistant General Counsel

THROUGH: Alexander C. Schoch, General Counsel

DATE:

January 11, 2023

SUBJECT:

Amendments to 16 TAC Chapters 13 and 14, relating to Regulations for Compressed

Natural Gas and Liquefied Natural Gas

Attached is Staff's recommendation to adopt amendments to the Commission's Alternative Fuels Regulations in 16 Texas Administrative Code Chapters 13 and 14. The amendments to Chapters 13 and 14, relating to Regulations for Compressed Natural Gas and Regulations for Liquefied Natural Gas respectively, implement changes from the 87th Legislative Session. The amendments also update, clarify, and ensure consistency among the Commission's Alternative Fuels Regulations.

On October 11, 2022, the Commission approved the publication of the proposed amendments in the Texas Register for a public comment period, which ended on November 28, 2022. Staff recommends that the Commission adopt the amendments with changes to the proposed text as published in the October 28, 2022, issue of the Texas Register (47 TexReg 7190). The recommended changes are described in the attached adoption preamble.

cc:

Wei Wang, Executive Director

Kari French, Director, Oversight and Safety Division April Richardson, Director, Alternative Fuels Safety

Page 1 of 22

1 The Railroad Commission of Texas (Commission) adopts amendments to §13.1, Applicability, 2 Severability, and Retroactivity; §13.3, Definitions; §13.25, Filings Required for Stationary CNG Installations; 3 §13.40, Manufacturer's Nameplates and Markings on ASME Containers; §13.61, License Categories, 4 Container Manufacturer Registration, Fees, and Application for Licenses, Manufacturer Registrations, and 5 Renewals; §13.63, Self-Insurance Requirements; §13.69, Registration and Transfer of CNG Cargo Tanks or 6 Delivery Units; §13.70, Examination and Exempt Registration Requirements and Renewals; §13.91, 7 Applicability; §13.93, System Protection Requirements; §13.203, Sections in NFPA 52 Adopted with 8 Additional Requirements or Not Adopted; and §13.301, Adoption by Reference of NFPA 55. The Commission also adopts new §13.33, Reporting Unsafe CNG Activities, and §13.68, CNG Cargo Tank Requirements. 9 Section 13.70 is adopted with a change from the proposed text as published and the remaining new and 10 amended rules are adopted without changes to the proposed text as published in the October 28, 2022, issue of 11 12 the Texas Register (47 TexReg 7190). 13 The Commission adopts the amendments and new rules to incorporate provisions of Senate Bill 1582 14 (SB 1582) enacted during the 87th Texas Legislative Session (Regular Session, 2021) and to make additional clarifying changes as discussed in the following paragraphs. 15 16 SB 1582 amended section 116.034(e) and (f) of the Natural Resources Code to provide for licensing and registration examination to be performed by a proctoring service. The Commission adopts amendments in 17 §13.70(b)(3)(A)(iii), (b)(3)(C)(v), and (d) to incorporate the use of an online testing or proctoring service and 18 to ensure any required fee is paid to the testing or proctoring service in addition to the Commission's 19 examination fee. Subsection (b)(3)(C)(v) specifies that the use of an online testing or proctoring service may 20 begin upon the rule's effective date; the Commission adopts this rule with a change to indicate the specific 21 effective date of February 7, 2023. Also in §13.70(b), the Commission adopts changes regarding AFS 22 scheduling and registration for courses to reflect current Commission practice. In §13.70(c)(1)(A), the 23 Commission corrects a typographical error that appears in the current rule text. In §13.70(c)(1)(B), the 24 25 Commission clarifies the delivery truck driver activities to remove references to service work. Most CNG 26 drivers do not perform service work, but if they do, they may take the examination referenced in 27 $\S13.70(c)(1)(A)$ to be qualified to perform those activities. The Commission received one comment on the proposal from the Environmental Integrity Project 28 29 (EIP). EIP commented on the complaint procedure in new §13.33 and suggested that the rule may dissuade members of the public or employees from reporting unsafe activities for fear of retribution or retaliation if 30 31 their identities can be revealed as noted in subsections (b) and (c). The Commission makes no change with 32 respect to this comment, but notes that anonymous complaints may be submitted by telephone; only a person 33 who submits the form must include the complainant's information.

Regarding other amendments, the Commission amends §13.1 to make this rule provision consistent with the corresponding rule in Chapter 9 of this title regarding LP-Gas Safety Rules. Amendments in §13.3 delete the definitions of some unused terms.

In §13.25, the Commission corrects a subsection reference and corrects references to the aggregate storage capacity of CNG commercial installations. In §13.25(c)(1), the Commission changes the deadline for submittal of CNG Form 1501 from 10 calendar days to 30 calendar days, which is consistent with the similar rule in Chapter 9.

The Commission adopts new §13.33 to outline the process by which industry members and the public may submit complaints about non-compliance. The text of the new rule is similar to the equivalent rule in Chapter 9. The Commission will adopt CNG Form 1022 separately from these rule amendments.

The Commission adopts amendments in §13.40 to make the rule consistent with the nameplate provisions in Chapter 9.

The Commission adopts amendments in §13.61(b) and new subsection (c) to make the rule consistent with the similar rule in Chapter 9 and redesignates the remaining subsections. In subsection (k), redesignated from subsection (j), and in subsection (p), redesignated from subsection (n), the Commission adds references to Forms 1007A and 1007T. The Commission adopts new subsection (n) to require a 24-hour emergency telephone number, which is also consistent with Chapter 9. In subsection (q)(2), the Commission adds license category "1B" which was inadvertently omitted from previously adopted amendments in Chapter 13. Adopted new §13.61(q)(3) clarifies requirements for DOT and ASME licensees, consistent with provisions in Chapter 9. The Commission also adopts new subsection (r) regarding repair to certain cylinders or tanks, consistent with the same provision recently adopted in Chapter 9.

The Commission adopts an amendment in §13.63 to correct a typographical error.

The Commission adopts new §13.68 regarding CNG cargo tank requirements, which is added for consistency with similar provisions in Chapter 9.

The Commission adopts amendments to §13.69 regarding requirements for registering different types of units to coincide with new forms for registration or transfer of CNG cargo tanks or delivery units, which will be adopted separately. Amendments in newly designated subsection (a)(1) remove the requirement to file a copy of the manufacturer's data report; these reports are not applicable to CNG cargo tanks.

The Commission adopts amendments to §13.91 to better reflect the subject matter included in the subchapter.

The Commission adopts amendments in §13.93(c) to remove paragraph (6) for consistency with the similar provision in Chapter 9.

The Commission corrects typographical errors in the Figure in §13.203 and in §13.301(b)(26).

The Commission adopts the amendments under Texas Natural Resources Code §116.012, which authorizes the Commission to adopt rules and standards relating to compressed natural gas activities to protect

32

33

34

and paid applicable fees; or

Railroad Commission of Texas 16 TAC Chapter 13 -- Regulations for Compressed Natural Gas (CNG) Page 3 of 22 1 the health, welfare, and safety of the general public; Texas Natural Resources Code §116.031(e), which 2 requires a person engaging in the manufacture or fabrication of containers to register with the Commission in 3 accordance with rules adopted by the Commission; and Texas Natural Resources Code §116.034(e) and (f) as 4 amended by Senate Bill 1582 (87th Legislature, Regular Session). 5 Statutory authority: Texas Natural Resources Code, §§116.012, 116.031, and 116.034. 6 Cross reference to statute: Texas Natural Resources Code Chapter 116. 7 8 SUBCHAPTER A. SCOPE AND DEFINITIONS 9 §13.1. Applicability, Severability, and Retroactivity. 10 (a) The Regulations for Compressed Natural Gas in this chapter apply [This chapter applies] to the design, installation, and operation of compressed natural gas (CNG) [compression and dispensing] 11 12 systems and equipment, including those used for compression [; the design and installation of CNG engine 13 fuel systems on vehicles of all types and their associated fueling facilities; and the construction and operation 14 of equipment for the storage, handling, and transportation of CNG]. 15 (b) - (g) (No change.) 16 17 §13.3.Definitions. 18 The following words and terms, when used in this chapter, shall have the following meanings, unless 19 the context clearly indicates otherwise. 20 (1) (No change.) 21 [(2) ANSI - American National Standards Institute.] 22 (2) [(3)] ASME-American Society of Mechanical Engineers. 23 (3) [4] ASME Code-ASME Boiler and Pressure Vessel Code. 24 [(5) ASTM - ASTM International (formerly American Society for Testing and Materials).] 25 (4) [(6)] Automatic dispenser—A CNG dispenser which is operated by a member of the general public and which requires transaction authorization. 26 27 (5) [(7)] Building--A structure with walls and a roof resulting in the structure being totally 28 enclosed. 29 (6) [(8)] Cascade storage system--Storage in multiple cylinders. 30 (7) [(9)] Certificate holder—An individual: 31 (A) who has passed the required management-level or employee-level examination

pursuant to §13.70 of this title (relating to Examination and Exempt Registration Requirements and Renewal)

(B) who holds a current examination exemption pursuant to §13.70 of this title.

Page 4 of 22

1	(8) [(10)] CertifiedAn individual who is authorized by the Commission to perform the CNG	
2	activities covered by the certification issued under §13.70 of this title.	
3	(9) [(11)] CNGSee "Compressed natural gas" in this section.	
4	(10) [(12)] CNG cargo tank-A container which complies with ASME or DOT specifications	
5	used to transport CNG for delivery.	
6	(11) [(13)] CNG cylinderA cylinder or other container designed for use or used as part of a	
7	CNG system.	
8	(12) [(14)] CNG systemA system of safety devices, cylinders, piping, fittings, valves,	
9	compressors, regulators, dryers, gauges, relief devices, vents, installation fixtures, and other CNG equipment	
10	intended for use or used in any building or public place by the general public, or used in conjunction with a	
11	motor vehicle or mobile fuel system fueled by CNG, and any system or facilities designed to be used or used	
12	in the compression, sale, storage, transportation for delivery, or distribution of CNG in portable CNG	
13	cylinders, but does not include natural gas facilities, equipment, or pipelines located upstream of the outlet of	
14	the natural gas meter.	
15	(13) [(15)] Commercial installationAny CNG installation located on premises other than a	
16	single family dwelling used as a residence, or a private agricultural installation, including but not limited to a	
17	retail business establishment, school, convalescent home, hospital, retail CNG cylinder filling/exchange	
18	operation, service station, forklift refueling facility, or private motor/mobile fuel cylinder filling operation.	
19	(14) [(16)] CommissionThe Railroad Commission of Texas.	
20	(15) [(17)] Company representativeThe individual designated to the Commission by a	
21	license applicant or a licensee as the principal individual in authority and actively supervising the conduct of	
22	the licensee's CNG activities.	
23	(16) [(18)] Compressed natural gasNatural gas primarily consisting of methane (CH4) in	
24	gaseous state that is compressed and used, stored, sold, transported, or distributed for use by or through a CNC	
25	system.	
26	(17) [(19)] ContainerA pressure vessel cylinder or cylinders permanently manifolded	
27	together used to store CNG.	
28	(18) [(20)] Cylinder service valveA hand-wheel operated valve connected directly to a CNG	
29	cylinder.	
30	(19) [(21)] DirectorThe director of the AFS or the director's delegate.	
31	(20) [(22)] Dispensing installationA CNG installation that dispenses CNG from any source	
32	by any means into fuel supply cylinders installed on vehicles or into portable cylinders.	
33	(21) [(23)] DOTThe United States Department of Transportation.	
34	(22) [(24)] Flexible metal hoseMetal hose made from continuous tubing that is corrugated	
35	for flexibility and, if used for pressurized applications, has an external wire braid.	

Page 5 of 22

1	(23) [(25)] Fuel supply cylinderA cylinder mounted upon a vehicle for storage of CNG as	
2	fuel supply to an internal combustion engine.	
3	(24) [(26)] Interim approval orderThe authority issued by the Railroad Commission of Texas	
4	following a public hearing allowing construction of a CNG installation.	
5	(25) [(27)] LicensedAuthorized by the Commission to perform CNG activities through the	
6	issuance of a valid license.	
7	(26) [(28)] LicenseeA person which has applied for and been granted a CNG license by the	
8	Commission.	
9	(27) [(29)] Mass transit vehicleAny vehicle which is owned or operated by a political	
10	subdivision of a state, city, or county and primarily used in the conveyance of the general public.	
11	(28) [(30)] Metallic hoseHose in which the strength of the hose depends primarily on the	
12	strength of metallic parts, including liners or covers.	
13	(29) [(31)] Mobile fuel containerA CNG container mounted on a vehicle to store CNG as the	
14	fuel supply for uses other than the engine to propel the vehicle, including use in an auxiliary engine.	
15	(30) [(32)] Mobile fuel systemA CNG system which supplies natural gas fuel to an auxiliary	
16	engine other than the engine used to propel the vehicle or for other uses on the vehicle.	
17	(31) [(33)] Motor fuel containerA CNG container mounted on a vehicle to store CNG as the	
18	fuel supply to an engine used to propel the vehicle.	
19	(32) [(34)] Motor fuel systemA CNG system to supply natural gas as a fuel for an engine	
20	used to propel the vehicle.	
21	(33) [(35)] Motor vehicleA self-propelled vehicle licensed for highway use or used on a	
22	public highway.	
23	(34) [(36)] Operations supervisorThe individual who is certified by the Commission to	
24	actively supervise a licensee's CNG activities and is authorized by the licensee to implement operational	
25	changes.	
26	(35) [(37)] OutletA site operated by a CNG licensee from which any regulated CNG activity	
27	is performed.	
28	(36) [(38)] PersonAn individual, partnership, firm, joint venture, association, corporation, or	
29	any other business entity, a state agency or institution, county, municipality, school district, or other	
30	governmental subdivision, or licensee.	
31	(37) [(39)] Point of transferThe point where the fueling connection is made.	
32	(38) [(40)] Pressure relief deviceA device designed to provide a means of venting excess	
33	pressure to prevent rupture of a normally charged cylinder.	

Page 6 of 22

1	(39) [41)] Public transportation vehicleA vehicle for hire to transport persons, including but	
2	not limited to taxis, buses (excluding school buses, mass transit, or special transit vehicles), or airport courtesy	
3	cars.	
4	(40) [(42)] PullawayThe accidental separation of a hose from a cylinder, container, transfer	
5	equipment, or dispensing equipment, which could occur on a cylinder, container, transfer equipment, or	
6	dispensing equipment whether or not they are protected by a pullaway or breakaway device.	
7	(41) [(43)] Registered manufacturerA person who has applied for and been granted a	
8	registration to manufacture CNG containers by the Commission.	
9	(42) [(44)] Residential fueling facilityAn assembly and its associated equipment and piping	
10	at a residence used for the compression and delivery of natural gas into vehicles.	
11	(43) [(45)] Rules examinationThe Commission's written examination that measures an	
12	examinee's working knowledge of Texas Natural Resources Code, Chapter 116, and the rules in this chapter.	
13	(44) [(46)] SchoolA public or private institution which has been accredited through the	
14	Texas Education Agency or the Texas Private School Accreditation Commission.	
15	(45) [(47)] School busA vehicle that is sold or used for purposes that include carrying	
16	students to and from school or related events.	
17	(46) [(48)] Special transit vehicleA vehicle designed with limited passenger capacity which	
18	is used by a mass transit authority for special transit purposes, such as transport of mobility impaired persons.	
19	(47) [(49)] TraineeAn individual who has not yet taken and passed an employee-level rules	
20	examination.	
21	(48) [(50)] Transfer systemAll piping, fittings, valves, pumps, compressors, meters, hoses,	
22	and equipment used in transferring CNG between containers.	
23	(49) [(51)] TransportAny vehicle or combination of vehicles and CNG cylinders designed or	
24	adapted for use or used principally as a means of moving or delivering CNG from one place to another,	
25	including but not limited to any truck, trailer, semitrailer, cargo tank, or other vehicle used in the distribution	
26	of CNG.	
27	(50) [(52)] Ultimate consumerThe person controlling CNG immediately prior to its ignition.	
28		
29	SUBCHAPTER B. GENERAL RULES FOR COMPRESSED NATURAL GAS (CNG) EQUIPMENT	
30	QUALIFICATIONS	
31	§13.25. Filings Required for Stationary CNG Installations.	
32	(a) (No change.)	
33	(b) Installations with an aggregate storage capacity of 84,500 standard cubic feet or more. The storage	
34	capacity of each container is based on the container's operating pressure.	
35	(1) - (6) (No change.)	

35

Railroad Commission of Texas
16 TAC Chapter 13 -- Regulations for Compressed Natural Gas (CNG)

Page 7 of 22

1 (7) The applicant shall submit to AFS written notice of completed construction and the 2 Commission shall complete the field inspection as specified in subsection (d) [(e)] of this section. After the 3 Commission has completed the inspection, the operator, pending the inspection findings, may commence CNG 4 activities at the facility. 5 (8) - (11) (No change.) 6 (c) Commercial installations with an aggregate storage capacity of less than <u>84,500</u> [240] standard 7 cubic feet [water volume]. The storage capacity of each container is based on the container's operating 8 pressure. 9 (1) Within 30 [40] calendar days following the completion of a commercial container 10 installation, the licensee shall submit CNG Form 1501 to AFS stating: 11 (A) - (C) (No change.) 12 (2) - (3) (No change.) 13 (d) Physical inspection of stationary installations. 14 (1) Aggregate storage capacity of 84,500 [240] standard cubic feet [water volume] or more. 15 The applicant shall notify AFS in writing when the installation is ready for inspection. 16 (A) - (B) (No change.) 17 (2) Aggregate storage capacity of less than <u>84,500</u> [240] standard cubic feet [water volume]. 18 After receipt of CNG Form 1501, AFS shall conduct an inspection as soon as possible to verify the installation 19 described complies with the rules in this chapter. The facility may be operated prior to inspection if the facility 20 fully complies with the rules in this chapter. If the initial inspection at a commercial installation results in the 21 citation of non-compliance items, AFS may require that the subject container, including any piping, 22 appliances, appurtenances, or equipment connected to it be immediately removed from CNG service until the 23 applicant corrects the non-compliance items. 24 (3) - (4) (No change.) 25 26 §13.33. Reporting Unsafe CNG Activities. 27 (a) A person may report any unsafe or noncompliant CNG activities to AFS by mail, telephone, email, 28 or fax. When possible, the person shall make the report using CNG Form 1022. Within five business days of 29 receipt of such report, AFS shall notify the alleged noncompliant party in writing regarding the report and 30 specify the reported noncompliant installations and/or activities. 31 (b) The Commission may release the person's name in accordance with applicable open records 32 procedures. 33 (c) A person who reports unsafe CNG activities may be called to testify at a Commission hearing if 34 one is necessary following the initiation of an enforcement action.

Page 8 of 22

1	§13.40. Manufacturer's Nameplates and Markings on ASME Containers.
2	(a) In addition to NFPA 52 §5.4.5.1 and NFPA 55 §7.1.6.1: [5]
3	(1) Compressed [compressed] natural gas (CNG) shall not be introduced into
4	any ASME [American Society of Mechanical Engineers (ASME)] container unless the container is [which is
5	not] equipped with an original [a-manufacturer's original or replacement] nameplate or at least one of the
6	following nameplates permanently attached to the container or has the required information stamped directly
7	on the vessel.
8	(A) A duplicate nameplate is an additional ASME container nameplate issued by the
9	original manufacturer with duplicate information as the original nameplate and clearly marked as a duplicate
10	nameplate but installed in a remote location.
11	(B) A modification (or alteration) nameplate is a nameplate issued and affixed by an
12	ASME Code facility including only partial information applicable to a modification or alteration performed on
13	that container.
14	(C) A replacement nameplate is a nameplate including the identical information as the
15	original nameplate and identified as a replacement nameplate, but issued and affixed by the original
16	manufacturer or its successor company or companies when the original nameplate is lost or illegible.
17	(2) Nameplates on ASME containers [No ASME container] manufactured on or after
18	November 1, 1994, shall be [used in the State of Texas unless it has attached to it a] stainless steel
19	[manufacturer's nameplate or the required information is visibly stamped directly on the vessel].
20	(3) If the nameplate is attached, it shall be attached in a manner that will minimize corrosion
21	of the nameplate or its attachments or that will not contribute to the corrosion of the container.
22	(b) - (e) (No change.)
23	(f) AFS may remove a container from CNG service or require ASME acceptance of a container at any
24	time if AFS determines that the nameplate or stamped information, in any form defined in subsection (a) of
25	this section, is loose, unreadable, or detached, or if it appears to be tampered with or damaged in any way and
26	does not contain at a minimum the items defined in subsection (c) or (e) of this section as applicable.
27	
28	SUBCHAPTER C. CLASSIFICATION, REGISTRATION, AND EXAMINATION
29	§13.61. License Categories, Container Manufacturer Registration, Fees, and Application for Licenses,
30	Manufacturer Registrations, and Renewals.
31	(a) (No change.)
32	(b) The license categories and fees are as follows.
33	(1) - (4) (No change.)
34	(5) A Category 3 license for retail and wholesale dealers authorizes the sale, storage,
35	transportation for delivery, or dispensing of CNG for use other than by an ultimate consumer, and the sale,

Railroad Commission of Texas
16 TAC Chapter 13 -- Regulations for Compressed Natural Gas (CNG)

Page 9 of 22

installation, service, or repair of CNG systems as set out in Categories 2 and [5] 5 [5] and [5] 7. The original license fee is \$750; the renewal fee is \$300.

- (6) (7) (No change.)
- (c) A container manufacturer registration authorizes the manufacture, assembly, repair, subframing, testing and sale of CNG containers. The original registration fee is \$1,000; the renewal fee is \$600.
- (d) [(e)] A military service member, military veteran, or military spouse shall be exempt from the original license fee specified in subsection (b) of this section pursuant to the requirements in §13.76 of this title (relating to Military Fee Exemption). An individual who receives a military fee exemption is not exempt from the renewal or transport registration fees specified in subsection (p) [(n)] of this section and §13.69 of this title (relating to Registration and Transfer of CNG Cargo Tanks or Delivery Units).
- (e) [(d)] In addition to NFPA 55 §7.1.12, no person may engage in CNG activities until that person has obtained a license from the Commission authorizing that activity, except as follows:
- (1) A state agency or institution, county, municipality, school district or other governmental subdivision is exempt from licensing requirements as provided in Texas Natural Resources Code, §116.031(d), if the entity is performing CNG activities on its own behalf, but is required to obtain a license to perform CNG activities for or on behalf of a second party.
- (2) An ultimate consumer is not subject to the licensing requirements of this chapter in order to perform those CNG activities dealing only with the ultimate consumer; however, a license is required to register a transport or cylinder delivery unit. An ultimate consumer's license does not require a fee or a company representative.
- (3) An original manufacturer of a new motor vehicle powered by CNG or a subcontractor of a manufacturer who produces a new CNG powered motor vehicle for the manufacturer is not subject to the licensing requirements of this chapter, but shall comply with all other rules in this chapter.
- (f) [(e)] A license obtained by an individual, partnership, corporation, or other legal entity shall extend to the entity's employees who are performing CNG activities, provided that each employee is properly certified as required by this chapter.
- (g) [(f)] An applicant for license shall not engage in CNG activities until it has employed a company representative who meets the requirements of §13.72 of this title (relating to Designation and Responsibilities of Company Representative and Operations Supervisor).
- (h) [(g)] Licensees, registered manufacturers, company representatives, and operations supervisors at each outlet shall have copies of all current licenses and/or manufacturer registrations and certification cards for employees at that location available for inspection during regular business hours. In addition, licensees and registered manufacturers shall maintain a current version of the rules in this chapter and any adopted codes covering CNG activities performed by the licensee or manufacturer, and shall provide at least one copy of all

Page 10 of 22

1	publications to each company representative and operations supervisor. The copies shall be available to
2	employees during business hours.
3	(i) [(h)] Licenses or manufacturer registrations issued under this chapter expire one year after issuance
4	at midnight on the last day of the month previous to the month in which they are issued.
5	(j) [(i)] If a license or registration expires, the person shall immediately cease CNG activities.
6	(k) [ii) Applicants for a new license shall file with AFS:
7	(1) a properly completed CNG Form 1001 listing all names under which CNG related
8	activities requiring licensing are to be conducted and the applicant's properly qualified company
9	representative, and the following forms or documents as applicable:
10	(A) CNG Form 1001A if the applicant will operate any outlets pursuant to
11	subsection (1) [(i)] of this section;
12	(B) CNG Form 1007, 1007A, or 1007T and any information requested in §13.69 of
13	this title if the applicant intends to register any CNG cargo tanks or container delivery units;
14	(C) CNG Form 1019 if the applicant will be transferring the operation of one or more
15	existing retail service stations;
16	(D) any form required to comply with §13.62 of this title (relating to Insurance
17	Requirements);
18	(E) a copy of current certificate of account status if required by §13.75 of this title
19	(relating to Franchise Tax Certification and Assumed Name Certificate); and/or
20	(F) copies of the assumed name certificates if required by §13.75 of this title; and
21	(2) payment for all applicable fees.
22	(A) If the applicant submits the payment by mail, the payment shall be in the form of
23	a check, money order or printed copy of an online receipt.
24	(B) If the applicant pays the applicable fee online, the applicant shall submit a copy of
25	an online receipt via mail, email, or fax.
26	(1) [(k)] A licensee shall submit CNG Form 1001A listing all outlets operated by the licensee.
27	(1) Each outlet shall employ an operations supervisor who meets the requirements of §13.72
28	of this title.
29	(2) Each outlet shall be listed on the licensee's renewal specified in subsection (m) [(1)] of this
30	section.
31	(m) [(1)] Beginning February 15, 2021, a prospective container manufacturer may apply to AFS to
32	manufacture CNG containers in the state of Texas. Beginning February 15, 2021, a person shall not engage in
33	the manufacture of CNG containers in this state unless that person has obtained a container manufacturer's
34	registration as specified in this subsection.

Page 11 of 22

1	(1) Applicants for container manufacturer registration shall file with AFS CNG Form 1001M,
2	and the following forms or documents as applicable:
3	(A) any form required by §13.62 of this title;
4	(B) a copy of current certificate of account status if required by §13.75 of this title;
5	(C) copies of the assumed name certificates if required by §13.75 of this title;
6	(D) a copy of current DOT authorization. A registered manufacturer shall not continue
7	to operate after the expiration date of the DOT authorization; and/or
8	(E) a copy of current ASME Code, Section VIII certificate of authorization or "R"
9	certificate. If ASME is unable to issue a renewed certificate of authorization prior to the expiration date, the
10	manufacturer may request in writing an extension of time not to exceed 60 calendar days past the expiration
11	date. The request for extension shall be received by AFS prior to the expiration date of the ASME certificate of
12	authorization referred to in this section, and shall include a letter or statement from ASME that the agency is
13	unable to issue the renewal certificate of authorization prior to expiration and that a temporary extension will
14	be granted for its purposes. A registered manufacturer shall not continue to operate after the expiration date of
15	an ASME certificate of authorization until the manufacturer files a current ASME certificate of authorization
16	with AFS or AFS grants a temporary exception.
17	(2) By filing CNG Form 1001M, the applicant certifies that it has read the requirements of this
8	chapter and shall comply with all applicable rules, regulations and adopted standards.
9	(3) The required fee shall accompany CNG Form 1001M. An original registration fee is
20	\$1,000; the renewal fee is \$600.
21	(A) If submitted by mail, payment shall be by check, money order, or printed copy of
22	an online receipt.
23	(B) If submitted by email or fax, payment shall be a copy of an online receipt.
24	(4) If a manufacturer registration expires or lapses, the person shall immediately cease the
25	manufacture, assembly, repair, testing and sale of CNG containers in Texas.
26	(n) Applications for license or registration must include a 24-hour emergency telephone number.
27	(o) [(m)] AFS will review an application for license or registration to verify all requirements have
28	been met.
29	(1) If errors are found or information is missing in the application or other documents, AFS
80	will notify the applicant of the deficiencies in writing.
31	(2) The applicant must respond with the required information and/or documentation within 30
32	days of the written notice. Failure to respond by the deadline will result in withdrawal of the application.
3	(3) If all requirements have been met, AFS will issue the license or manufacturer registration
4	and send the license or registration to the licensee or manufacturer, as applicable.
5	(p) [(n)] For license and manufacturer registration renewals:

Page 12 of 22

1	(1) AFS shall notify the licensee or registered manufacturer in writing at the address on file
2	with AFS of the impending license or manufacturer registration expiration at least 30 calendar days before the
3	date the license or registration is scheduled to expire.
4	(2) The renewal notice shall include copies of applicable CNG Forms 1001, 1001A, and
5	1007, 1007A or CNG Form 1001M showing the information currently on file.
6	(3) The licensee or registered manufacturer shall review and return all renewal documentation
7	to AFS with any necessary changes clearly marked on the forms. The licensee or registered manufacturer shall
8	submit any applicable fees with the renewal documentation.
9	(4) Failure to meet the renewal deadline set forth in this section shall result in expiration of the
10	license or manufacturer registration.
11	(5) If a person's license or manufacturer registration expires, that person shall immediately
12	cease performance of any CNG activities authorized by the license or registration.
13	(6) If a person's license or manufacturer registration has been expired for 90 calendar days or
14	fewer, the person shall submit a renewal fee that is equal to 1 1/2 times the renewal fee
15	in subsection [subsections] (a) [and (k)] of this section [, respectively].
16	(7) If a person's license or manufacturer registration has been expired for more than 90
17	calendar days but less than one year, the person shall submit a renewal fee that is equal to two times the
18	renewal fee.
19	(8) If a person's license or manufacturer registration has been expired for one year or longer,
20	that person shall not renew, but shall comply with the requirements for issuance of an original license or
21	manufacturer registration under subsections [(i) or (m) of this section.
22	(9) After verification that the license or registered manufacturer has met all requirements for
23	licensing or manufacturer registration, AFS shall renew the license or registration and send the applicable
24	authorization to the licensee or manufacturer.
25	(q) [(o)] Applicants for license or license renewal in the following categories shall comply with these
26	additional requirements.
27	(1) An applicant for a Category 4 license or renewal shall file with AFS a completed CNG
28	Form 1505, certifying that the applicant will follow the testing procedures indicated. CNG Form 1505 shall be
29	signed by the appropriate CNG company representative designated on CNG Form 1001.
30	(2) An applicant for Category 1 .1B. or 4 license or renewal who tests tanks, subframes CNG
31	cargo tanks, or performs other activities requiring DOT registration shall file with AFS a copy of any
32	applicable current DOT registrations. Such registration shall comply with Title 49, Code of Federal
33	Regulations, Part 107 (Hazardous Materials Program Procedures), Subpart F (Registration of Cargo Tank and
34	Cargo Tank Motor Vehicle Manufacturers and Repairers and Cargo Tank Motor Vehicle Assemblers).

Page 13 of 22

1	(3) An applicant for Category 1, 1A or 4 license or renewal who repairs or tests ASME
2	containers shall file with AFS a copy of its current ASME Code, Section VIII certificate of authorization or
3	"R" certificate. If ASME is unable to issue a renewed certificate of authorization prior to the expiration date,
4	the manufacturer may request in writing an extension of time not to exceed 60 calendar days past the
5	expiration date. The request for extension shall be received by AFS prior to the expiration date of the ASME
6	certificate of authorization referred to in this section, and shall include a letter or statement from ASME that
7	the agency is unable to issue the renewal certificate of authorization prior to expiration and that a temporary
8	extension will be granted for its purposes. A registered manufacturer shall not continue to operate after the
9	expiration date of an ASME certificate of authorization until the manufacturer files a current ASME certificate
10	of authorization with AFS or AFS grants a temporary exception.
11	(r) Repair to a US DOT cylinder or cargo tank is defined in 49 CFR §§180.203, 180.403 and 180.413.
12	Changes made to or maintenance of a cylinder or cargo tank excluded from the definition of repair in 49 CFR
13	§§180.203, 180.403 and 180.413 do not require a license.
14	
15	§13.63. Self-Insurance Requirements.
16	(a) - (c) (No change.)
17	(d) Periodic reports. The applicant shall file [with] semiannual reports and annual statements reflecting
18	the applicant's financial condition and status of its self-insurance program with AFS during the period of its
19	self-insurer status by March 10 and September 10 of each year.
20	(e) - (g) (No change.)
21	
22	§13.68. CNG Cargo Tank Requirements.
23	(a) Applicability.
24	(1) This section applies to transport containers constructed under special permit from the
25	Department of Transportation (DOT) for the transportation of CNG.
26	(2) All CNG cargo tanks shall comply with US DOT Code of Federal Regulations (CFR) or
27	Transport Canada (TC) Transportation of Dangerous Goods (TDG).
28	(3) Licensees and ultimate consumers shall comply with other DOT or motor vehicle
29	requirements, if applicable. In addition, transports shall comply with the applicable sections of 49 CFR, the
30	Federal Motor Vehicle Safety Standards, and any other applicable regulations.
31	(b) Testing Requirements. Each transport container unit required to be registered with AFS shall be
32	tested in accordance with the special permit under which it was constructed, relating to requirements for test
33	and inspection. The tests shall be conducted by any individual authorized by the United States Department of
34	Transportation through a DOT "CT" number to conduct such tests. This section shall not apply to the initial
35	transfer of unregistered units that are tested and transferred from another state. If the test results show any

Railroad Commis	sion of Texas
16 TAC Chapter	13 Regulations for Compressed Natural Gas (CNG)
unsafe condition	or if the transport unit does not comply with the speci

Page 14 of 22

1 the transport unit does not comply with the special permit, the transport container unit 2 shall be immediately removed from CNG service and shall not be returned to CNG service until all necessary 3 repairs have been made and AFS authorizes in writing its return to service. 4 (c) Markings. CNG transports and container delivery units shall be marked on each side and the rear with the name of the licensee or the ultimate consumer operating the unit. Such lettering shall be legible and at 5 6 least two inches in height and in sharp color contrast to the background. AFS shall determine whether the 7 name marked on the unit is sufficient to properly identify the licensee or ultimate consumer operating the unit. 8 9 §13.69. Registration and Transfer of CNG Cargo Tanks or Delivery Units. 10 (a) All CNG eargo tanks shall comply with US DOT Code of Federal Regulations (CFR) or Transport 11 Canada (TC) Transportation of Dangerous Goods (TDG).] 12 (a) [(b)] A person who operates a transport equipped with CNG cargo tanks or any container 13 delivery unit, regardless of who owns the transport or unit, shall register such transport or unit with AFS in the name or names under which the operator conducts business in Texas prior to the unit being used in CNG 14 15 service. 16 (1) To register a cargo tank unit previously unregistered in Texas, the operator of the unit 17 shall: (A) pay to AFS the \$270 registration fee for each transport [unit]; 18 19 (B) file a properly completed CNG Form 1007; [(C) file a copy of the manufacturer's data report;] 20 21 (C) (D) file a copy of the US DOT special permit under which the container is built; 22 and 23 (D) (E) file a copy of the most recent test required by §13.68 of this title (relating to CNG Cargo Tank Requirements) [the US DOT special permit under which the container was built]. 24 25 (2) To register a container delivery unit previously unregistered in Texas, the operator of the 26 unit shall: 27 (A) pay to AFS the \$270 registration fee for each unit; and 28 (B) file a properly completed CNG Form 1007A. 29 (3) [(2)] To register a CNG cargo tank or any container delivery unit which was previously 30 registered in Texas but for which the registration has expired, the operator of the unit shall: 31 (A) pay to AFS the \$270 registration fee; 32 (B) file a properly completed CNG Form 1007 for cargo tanks or CNG Form 1007A 33 for container delivery units; and

Page 15 of 22

1	(C) for cargo tanks, file a copy of the latest test results required by §13.68 of this
2	title if an expired unit has not been used in the transportation of CNG for over one year, or if a current test has
3	not been filed with AFS.
4	(4) [(3)] To transfer a currently registered unit, the new operator of the unit shall:
5	(A) pay the \$100 transfer fee for each unit; [and]
6	(B) file a properly completed CNG Form 1007T; and [1007]
7	(C) for cargo tanks, file a copy of the latest test results required by §13.68 of this title
8	if one has not been filed with AFS.
9	(5) [(4)] To re-register a currently registered unit, the licensee operating the unit shall:
10	(A) pay a \$270 annual registration fee;
11	(B) file CNG Form 1007 for cargo tanks or CNG Form 1007A for container delivery
12	units or the truck list provided with licensee's renewal notice; and
13	(C) for cargo tanks file a copy of the latest test results required by §13.68 of this title
14	if one has not been filed with AFS.
15	(b) [(e)] When all registration or transfer requirements have been met, AFS shall issue CNG Form
16	1004 which shall be properly affixed in accordance with the placement instructions on the form. CNG Form
17	1004 shall authorize the licensee or ultimate consumer to whom it has been issued and no other person to
18	operate such unit in the transportation of CNG and to fill the transport containers.
19	(1) A person shall not operate a CNG transport or cylinder delivery unit in Texas unless the
20	CNG Form 1004 has been properly affixed or unless its operation has been specifically approved by AFS.
21	(2) A person shall not introduce CNG into a transport container unless that unit bears a CNG
22	Form 1004 or unless specifically approved by AFS.
23	(3) CNG Form 1004 shall not be transferable by the person to whom it has been issued, but
24	shall be registered by any subsequent licensee or ultimate consumer prior to the unit being placed into CNG
25	service.
26	(4) This subsection shall not apply to:
27	(A) a container manufacturer/fabricator who introduces a reasonable amount of CNG
28	into a newly constructed container in order to properly test the vessel, piping system, and appurtenances prior
29	to the initial sale of the container. The CNG shall be removed from the transport container prior to the
30	transport leaving the manufacturer's or fabricator's premises; or
31	(B) a person who introduces a maximum of 500 cubic feet of CNG into a newly
32	constructed transport container when such container will provide the motor fuel to the chassis engine for the
33	purpose of allowing the unit to reach its destination.
34	(5) AFS shall not issue a CNG Form 1004 if AFS or a Category 1 or 4 licensee determines
35	that the transport is unsafe for CNG service.

Page 16 of 22

1	(6) If a CNG Form 1004 decal on a unit currently registered with AFS is destroyed, lost, or
2	damaged, the operator of that vehicle shall obtain a replacement by filing CNG Form 1018B and a \$50
3	replacement fee with AFS.
4	
5	§13.70. Examination and Exempt Registration Requirements and Renewals.
6	(a) (No change.)
7	(b) Rules examination.
8	(1) An individual who passes the applicable rules examination with a score of at least 75%
9	will become a certificate holder. AFS will send [mail] a certificate to the licensee listed on the CNG Form
10	1016. If a licensee is not listed on the form, AFS will send the certificate [will be mailed] to the individual's
11	personal address.
12	(A) - (B) (No change.)
13	(2) (No change.)
14	(3) An individual who files CNG Form 1016 and pays the applicable nonrefundable
15	examination fee may take the rules examination.
16	(A) Dates and locations of available Commission CNG examinations may be obtained
17	[in the Austin offices of AFS and] on the Commission's web site [, and shall be updated at least monthly].
18	Examinations may be administered: [conducted]
19	(i) at the Commission's AFS Training Center in Austin; [between the hours of
20	8:00 a.m. and 12:00 noon, Monday through Friday, except for state holidays, and]
21	(ii) at other designated times and locations around the state; and
22	(iii) through an online testing or proctoring service.
23	(B) Individuals or companies may request in writing that examinations be given in
24	their area. AFS shall schedule [its] examinations [and locations] at its discretion.
25	(C) [(B)] Exam fees.
26	(i) The nonrefundable management-level rules examination fee is \$70.
27	(ii) The nonrefundable employee-level rules examination fee is \$40.
28	(iii) The nonrefundable examination fees shall be paid each time an individual
29	takes an examination.
30	(iv) A military service member, military veteran, or military spouse shall be
31	exempt from the examination fee pursuant to the requirements in §13.76 of this title (relating to Military Fee
32	Exemption). An individual who receives a military fee exemption is not exempt from renewal fees specified in
33	subsection (h) of this section.

Page 17 of 22

1	(v) Beginning February 7, 2023, individuals who register for an examinatio
2	to be administered by a testing or proctoring service shall pay any fee required by the testing or proctoring
3	service in addition to paying the examination fee to the Commission.
4	(D) [(C)] Time limits.
5	(i) An applicant shall complete the examination within two hours.
6	(ii) The examination proctor shall be the official timekeeper.
7	(iii) An examinee shall submit the examination and the answer sheet to the
8	examination proctor before or at the end of the established time limit for an examination.
9	(iv) The examination proctor shall mark any answer sheet that was not
10	completed within the time limit.
11	(E) [(D)] Each individual who performs CNG activities as an employee of an ultimate
12	consumer or a state agency, county, municipality, school district, or other governmental subdivision shall be
13	properly supervised by his or her employer. Any such individual who is not certified by AFS to perform such
14	CNG activities shall be properly trained by a competent person in the safe performance of such CNG
15	activities.
16	(c) The following examinations are offered by the Commission.
17	(1) Employee-level examinations:
18	(A) The Service and Installation Technician examination qualifies an individual to
19	perform all CNG activities related to stationary CNG systems, including CNG containers, piping, and
20	equipment. The Service and Installation examination does not authorize an individual to fill containers or
21	operate a CNG [doe] transport.
22	(B) The Delivery Truck Driver examination qualifies an individual to operate a cargo
23	tank [or cylinder deliver unit], load and unload CNG and connect and disconnect transfer hoses, and operate a
24	cylinder delivery unit [, perform all activities related to stationary CNG systems, including CNG containers,
25	piping and equipment, and inspect, fill, disconnect, and connect CNG cylinders].
26	(C) The Cylinder Filler examination qualifies an individual to inspect, fill, disconnect
27	and connect CNG cylinders.
28	(2) (No change.)
29	(d) Within 15 calendar days of the date an individual takes an examination, AFS shall notify the
30	individual of the results of the examination.
31	(1) If the examination is graded or reviewed by a testing or proctoring service, AFS shall
32	notify the individual of the examination results within 14 days of the date AFS receives the results from the
33	testing or proctoring service.

Page 18 of 22

1 (2) If the notice of the examination results will be delayed for longer than 90 days after the 2 examination date, AFS shall notify the individual of the reason for the delay before the 90th day. AFS may 3 require a testing or proctoring service to notify an individual of the individual's examination results. 4 (e) - (h) (No change.) 5 6 SUBCHAPTER D. CNG COMPRESSION, STORAGE, AND DISPENSING SYSTEMS 7 §13.91. Applicability. 8 This subchapter applies to the design, construction, installation, and operation of cylinders, pressure 9 vessels, compression equipment, buildings and structures, and associated equipment used 10 for stationary [storage and dispensing of] compressed natural gas (CNG) installations [as an engine fuel in 11 fleet and automatic dispensing operations]. 12 13 §13.93. System Protection Requirements. 14 (a) - (b) (No change.) 15 (c) Guardrails at CNG stationary installations shall comply with the following: 16 (1) - (5) (No change.) 17 [(6) A minimum clearance of 24 inches shall be maintained between the railing and any part 18 of the CNG compression equipment, cylinder cascades, containers, or dispensing equipment. 19 (d) - (g) (No change.) 20 SUBCHAPTER G. ADOPTION BY REFERENCE OF NFPA 52 (VEHICULAR GASEOUS FUEL 21 SYSTEMS CODE) 22 §13.203. Sections in NFPA 52 Adopted with Additional Requirements or Not Adopted. 23 Table 1 of this section lists certain NFPA 52 sections which the Commission adopts with additional 24 requirements or does not adopt in order to address the Commission's rules in this chapter. 25 Figure: 16 TAC §13.203 26 27 SUBCHAPTER H. ADOPTION BY REFERENCE OF NFPA 55 (COMPRESSED GASES AND 28 CRYOGENIC FLUIDS CODE) 29 §13.301. Adoption by Reference of NFPA 55. 30 (a) (No change.) 31 (b) Effective February 15, 2021, the Commission also adopts by reference all other NFPA publications 32 or portions of those publications referenced in NFPA 55 which apply to CNG activities only. The pamphlets 33 adopted by reference in NFPA 55 are: 34 (1) - (25) (No change.)

Page 19 of 22

1	(26) NFPA 505, Fire Safety Standard for Powered Industrial Trucks [Tricks] Including Type
2	Designations, Areas of Use, Conversions, Maintenance, and Operations, 2011 edition;
3	(27) - (29) (No change.)
4	This agency hereby certifies that the rules as adopted have been reviewed by legal counsel and found
5	to be a valid exercise of the agency's legal authority.
6	Issued in Austin, Texas, on
7	Filed with the Office of the Secretary of State on $\frac{1/18/2023}{}$, 2023.
	Christi Craddick, Chairman
	Wayne Unistian e10740847440422 Wayne Christian, Commissioner

Jim Wright, Commissioner

Secretary of the Commission

Haley Cochran

Haley Cochran

Assistant General Counsel

Office of General Counsel

Railroad Commission of Texas

Figure: 16 TAC §13.203

NFPA	52 Sections with Additional	Requirements or Not Adopted
Affected NFPA 52 Section	Specific Action	Commission Rule(s) to be Followed or Other Comments
1.4.1	additional requirement	See Commission rule §13.37, Appurtenances and equipment
1.4.1.2	additional requirement	See Commission rule §13.37, Appurtenances and equipment
1.4.3	additional requirements	See Commission rule §13.70, Examination and exempt registration requirements and renewals and §13.72, Designation and responsibilities of company representatives and [an] operations supervisors
4.2	additional requirements	See Commission rule §13.70, Examination and exempt registration requirements and renewals and §13.72, Designation and responsibilities of company representatives and [an] operations supervisors
4.3	additional requirement	See Commission rule §13.35, Application for an exception to a safety rule
5.2.1.1	additional requirement	See Commission rule §13.22, Odorization
5.3.1	additional requirement	See Commission rule §13.37, Appurtenances and equipment
5.4.5.1	additional requirement	See Commission rule §13.40, Manufacturer's nameplate and markings on ASME containers
6.3.2	additional requirement	See Commission rule §13.133, Installation of fuel supply containers
6.3.3	additional requirement	See Commission rule §13.133, Installation of fuel supply containers
6.9.3	additional requirement	See Commission rule §13.34, Vehicle fueling connection

6.13.2	additional requirement	See Commission rule §13.23, Installation and maintenance
6.14.1.1	additional requirement	See Commission rule §13.143, Venting of
0.14.1.1	additional requirement	CNG to the atmosphere
7.3.1	1.1141	<u> </u>
7.3.1	additional requirement	See Commission rule §13.25, Filings required
		for stationary CNG installations
7.3.2	additional requirements	See Commission rule §13.93, System
		protection requirements
7.4.3.11	additional requirement	See Commission rule §13.93, System
		protection requirements
7.11.5.2	additional requirement	See Commission rule §13.93, System
		protection requirements
7.14.4	additional requirement	See Commission rule §13.107, Dispenser
		installation
7.14.5	additional requirement	See Commission rule §13.107, Dispenser
		installation
7.14.12	additional requirement	See Commission rule §13.93, System
		protection requirements
7.16.2	not adopted	See Commission rule §13.107, Dispenser
		installations
8.2.1	additional requirement	See Commission rule §13.183, System
		component qualifications
8.5	additional requirement	See Commission rule §13.187, Installation of
		pressure relief devices
8.8.3	not adopted	See Commission rule §13.190, Piping and hose
Chapter 9	not adopted	NFPA 52 Chapter 9 does not apply to CNG
		installations
Chapter 10	not adopted	NFPA 52 Chapter 10 does not apply to CNG
		installations
Chapter 12	not adopted	NFPA 52 Chapter 12 does not apply to CNG
		installations
Chapter 13	not adopted	NFPA 52 Chapter 13 does not apply to CNG
		installations
Chapter 14	not adopted	Commission rules in Chapter 13 do not cover

Railroad Commission of Texa 16 TAC Chapter 13 Regulat	s tions for Compressed Natural Gas (CNG)	Page 22 of 22
	marine installations	

Railroad Commission of Texas

16 TAC Chapter 14 -- Regulations for Liquefied Natural Gas (LNG)

Page 1 of 15

The Railroad Commission of Texas (Commission) adopts amendments to §14,2004, Applicability, Severability, and Retroactivity; §14.2007, Definitions; §14.2014, Application for License or Manufacturer Registration (New and Renewal); §14.2016, Penalty Guidelines and Enforcement; §14.2019, Examination Requirements and Renewals; §14.2040, Filings Required for Stationary LNG Installations; §14.2043, Temporary Installations; §14.2101, System Protection Requirements; §14.2637, Signs and Labeling; §14.2704, Registration and Transfer of LNG Transports; §14.2707, Testing Requirements; §14.2710, Markings; §14.2725, Exhaust System; and §14.2801, Adoption by Reference of NFPA 52. The Commission also adopts new §14.2050, Reporting Unsafe LNG Activities, and new §14.2053, Manufacturer's Nameplate and Markings on ASME Containers. Section 14.2019 is adopted with a change from the proposed text as published and the remaining new and amended rules are adopted without changes to the proposed text as published in the October 28, 2022, issue of the Texas Register (47 TexReg 7200).

The Commission adopts the amendments and new rules to incorporate provisions of Senate Bill 1582 (SB 1582) enacted during the 87th Texas Legislative Session (Regular Session, 2021) and to make additional clarifying changes as discussed in the following paragraphs.

SB 1582 amended section 116.034(e) and (f) of the Natural Resources Code to provide for licensing and registration examination to be performed by a proctoring service. The Commission proposes amendments in §14.2019(b)(3)(A)(iii), (b)(3)(C)(v), and (d) to incorporate the use of an online testing or proctoring service and to ensure any required fee is paid to the testing or proctoring service in addition to the Commission's examination fee. Proposed subsection (b)(3)(C)(v) specifies that the use of an online testing or proctoring service may begin upon the rule's effective date; the Commission adopts this rule with a change to indicate the specific effective date of February 7, 2023. Also in §14.2019(b), the Commission adopts changes regarding AFS scheduling and registration for courses to reflect current Commission practice.

The Commission received one comment on the proposal from the Environmental Integrity Project (EIP). EIP commented on the complaint procedure in new §14.2050 and suggested that the rule may dissuade members of the public or employees from reporting unsafe activities for fear of retribution or retaliation if their identities can be revealed as noted in subsections (b) and (c). The Commission makes no change with respect to this comment, but notes that anonymous complaints may be submitted by telephone; only a person who submits the form must include the complainant's information.

Regarding other amendments, the Commission amends §14.2004 to make this rule provision consistent with the corresponding rule in Chapter 9 of this title regarding LP-Gas Safety Rules. Amendments in §14.2007 delete the definitions of unused terms and make nonsubstantive clarifications in other definitions.

The Commission adopts amendments in §14.2014(f)(1)(B) and in subsection (k)(2) to add references to Forms 2007A and 2007T. The Commission adopts new subsection (i) to require a 24-hour emergency telephone number, which is consistent with Chapter 9, and for clarification as the number is required on Form 2001. New subsection (1)(3) clarifies requirements for DOT and ASME licensees, consistent with provisions in

35

	Railroad Commission of Texas 16 TAC Chapter 14 Regulations for Liquefied Natural Gas (LNG) Page 2 of 15	
1	Chapter 9. The Commission also adopts new subsection (m) regarding repair to certain cylinders or tanks,	
2	consistent with the same provision recently adopted in Chapter 9.	
3	The Commission amends §14.2016 to correct a typographical error. In §14.2040(b)(1), the	
4	Commission changes the deadline for submittal of LNG Form 2501 from 10 calendar days to 30 calendar days	
5	which is consistent with the similar rule in Chapter 9.	
6	In §14.2043(d), the Commission corrects the reference to the additional electrical requirements.	
7	The Commission adopts new §14.2050 to outline the process by which industry members and the	
8	public may submit complaints about non-compliance. The text of the new rule is similar to the equivalent rule	
9	in Chapter 9. The Commission will adopt LNG Form 2022 separately from these rule amendments.	
10	The Commission adopts new §14.2053 to address nameplate requirements consistent with the	
11	equivalent rule in Chapter 9 and concurrent amendments to §13.40.	
12	The Commission amends §14.2101(b)(9) to correct a typographical error.	
13	The Commission adopts new §14.2637(c) to move the requirement from its current location in	
14	§14.2710 to better reflect that the requirement applies to mobile installations, not transports.	
15	The Commission adopts amendments to §14.2704, regarding requirements for registering different	
16	types of units, to coincide with new forms for registration or transfer of LNG cargo tanks or delivery units,	
17	which will be adopted separately.	
18	The Commission adopts an amendment in §14.2707(b) to correct a reference to a 49 Code of Federal	
19	Regulations section number.	
20	The Commission amends §14.2710 as previously discussed with §14.2637.	
21	The Commission amends §14.2725 and §14.2801(b)(1) to correct typographical errors.	
22	The Commission adopts the amendments and new rules under Texas Natural Resources Code	
23	§116.012, which authorizes the Commission to adopt rules and standards relating to compressed natural gas	
24	activities to protect the health, welfare, and safety of the general public; Texas Natural Resources Code	
25	§116.031(e), which requires a person engaging in the manufacture or fabrication of containers to register with	
26	the Commission in accordance with rules adopted by the Commission; and Texas Natural Resources Code	
27	§116.034(e) and (f) as amended by Senate Bill 1582 (87th Legislature, Regular Session).	
28	Statutory authority: Texas Natural Resources Code, §§116.012, 116.031, and 116.034.	
29	Cross reference to statute: Texas Natural Resources Code Chapter 116.	
30		
31	SUBCHAPTER A. GENERAL APPLICABILITY AND REQUIREMENTS	
32	§14.2004. Applicability, Severability, and Retroactivity.	
33	(a) The Regulations for Liquefied Natural Gas in this chapter [This chapter is intended to] apply to the	
34	design, installation, and operation of liquefied natural gas (LNG) [dispensing] systems and equipment [,the	

design and installation of LNG-engine fuel systems on vehicles of all types and their associated fueling

Page 3 of 15

1	facilities, and the construction and operation of equipment for the storage, handling, and transportation of
2	LNG].
3	(b) - (g) (No change.)
4	
5	§14.2007. Definitions.
6	The following words and terms when used in this chapter shall have the following meanings unless the
7	context clearly indicates otherwise.
8	(1) - (3) (No change.)
9	[(4) API American Petroleum Institute.]
10	(4) [(5)] ASME-American Society of Mechanical Engineers.
11	(5) [(6)] ASME CodeThe American Society of Mechanical Engineers Boiler and Pressure
12	Vessel Code, Section I, Section IV, Section VIII, and Section IX.
13	(6) [(7)] Automatic fuel dispenserA fuel dispenser which requires transaction authorization.
14	(7) [(8)] Certificate holderAn individual who has passed the required management-level or
15	employee-level examination pursuant to §14.2019 of this title (relating to Examination Requirements and
16	Renewals) and paid the applicable fees.
17	(8) [(9)] CertifiedAn individual who is authorized by the Commission to perform the LNG
18	activities covered by the certification issued under §14.2019 of this title.
19	(9) [(10)] Combustible materialA solid material which, in the form in which it is used and
20	under the conditions anticipated, can be ignited and will burn, support combustion, or release flammable
21	vapors when subjected to fire or heat.
22	(10) [(11)] Commercial installationAn LNG equipment installation located on premises
23	other than a single-family dwelling used primarily as a residence.
24	(11) [(12)] CommissionThe Railroad Commission of Texas.
25	(12) [(13)] Company representativeThe individual designated to the Commission by a
26	license applicant or a licensee as the principal individual in authority and actively supervising the conduct of
27	the licensee's LNG activities.
28	(13) [(14)] ContainerAny LNG vessel manufactured to the applicable sections of
29	the American Petroleum Institute (API) [API] Code, ASME Code, or DOT requirements in effect at the time
30	of manufacture.
31	(14) [(15)] Container appurtenancesComponents installed in container openings, including
32	but not limited to pressure relief devices, shutoff valves, backflow check valves, excess flow check valves,
33	internal valves, liquid level gauges, pressure gauges, and plugs.
34	(15) [(16)] ConversionThe changes made to a vehicle to allow it to use LNG as a motor fuel.
35	(16) [(17)] DikeA structure used to establish an impounding area.

Page 4 of 15

1	(17) [(18)] DirectorThe director of AFS or the director's delegate.
2	(18) [(19)] Dispensing system-That combination of valves, meters, hoses, piping, electrical
3	connections, and fuel connections used to distribute LNG to mobile or motor fuel containers.
4	(19) [(20)] DOTThe United States Department of Transportation.
5	(20) [(21)] EmployeeAny individual who renders or performs any services or labor for
6	compensation, including individuals hired on a part-time or temporary basis, full-time or permanent basis,
7	independent contractors, and owner-employees.
8	(21) [(22)] Final approvalThe authority issued by AFS allowing the introduction of LNG
9	into a container and system.
10	[(23) Fired equipment - Any equipment in which the combustion of fuels takes place.]
11	(22) [(24)] Ignition sourceAny item, substance, or event having adequate temperature and
12	energy release of the type and magnitude sufficient to ignite any flammable mixture of gases or vapors that
13	could occur at a site.
14	(23) [(25)] Impounding areaAn area defined through the use of dikes or the topography at
15	the site for the purpose of containing any accidental spill of LNG.
16	(24) [(26)] Interim approval orderThe authority issued by the Railroad Commission of Texas
17	following a public hearing allowing construction of an LNG installation.
18	(25) [(27)] LabeledThe attachment to equipment or materials of a label, symbol, or other
19	identifying mark of a nationally recognized testing laboratory or a Category 50 licensee which conducts
20	product evaluation, periodically inspects production of listed equipment or materials, and which publishes its
21	findings in a list indicating that the equipment either meets appropriate standards or has been tested and found
22	suitable for use in a specified manner.
23	(26) [(28)] Licensed-Authorized by the Commission to perform LNG activities through the
24	issuance of a valid license by AFS.
25	(27) [(29)] LicenseeA person which has applied for and been granted an LNG license by the
26	Commission.
27	(28) [(30)] LNGNatural gas, consisting primarily of methane in liquid or semisolid state.
28	(29) [(31)] LNG systemA system of safety devices, containers, piping, fittings, valves,
29	regulators, and other LNG equipment intended for use or used with a motor vehicle fueled by LNG and any
30	system or other facilities designed to be used or used in the sale, storage, transportation for delivery, or
31	distribution of LNG.
32	(30) [(32)] LNG transportAny vehicle or combination of vehicles and LNG containers
33	designed or adapted for use or used principally as a means of moving or delivering LNG from one place to
34	another, including but not limited to any truck, trailer, semi-trailer, cargo tank, or other vehicle used in the
35	distribution of LNG.

I	(31) [(33)] Mass transit vehicle—Any vehicle which is owned or operated by a political
2	subdivision of a state, city, or county, and which is used primarily in the conveyance of the general public.
3	(32) [(34)] Maximum allowable working pressureThe maximum gauge pressure permissible
4	at the top of completed equipment, containers, or vessels in their operating position for a design temperature.
5	(33) [(35)] Mobile fuel container—An LNG container mounted on a vehicle to store LNG as
6	the fuel supply for uses other than the engine to propel the vehicle, including use in an auxiliary engine.
7	(34) [(36)] Mobile fuel systemAn LNG system to supply natural gas fuel to an auxiliary
8	engine other than the engine used to propel the vehicle or for other uses on the vehicle.
9	(35) [(37)] Motor fuel containerAn LNG container mounted on a vehicle and used to store
10	LNG as the fuel supply to an engine used to propel the vehicle.
11	(36) [(38)] Motor fuel systemAn LNG system to supply natural gas as a fuel for an engine
12	used to propel the vehicle.
13	(37) [(39)] NECNational Electrical Code (NFPA 70).
14	(38) [(40)] NFPANational Fire Protection Association.
15	(39) [(41)] Noncombustible materialA solid material which in no conceivable form or
16	combination with other material will ignite.
17	(40) [(42)] Operations supervisorAn individual who is certified by the Commission to
18	actively supervise a licensee's LNG activities and who is authorized by the licensee to implement operational
19	changes.
20	(41) [(43)] OutletA site operated by an LNG licensee from which any regulated LNG
21	activity is performed.
22	(42) [(44)] PersonAn individual, partnership, firm, joint venture, corporation, association, or
23	any other business entity, a state agency or institution, county, municipality, school district, other
24	governmental subdivision, or licensee.
25	(43) [(45)] Point of transferThe point at which a connection is made to transfer LNG from
26	one container to another.
27	(44) [(46)] Pressure relief deviceA device, including a pressure relief valve, which is
28	designed both to open automatically to prevent a continued rise of internal fluid pressure in excess of a
29	specified value (set pressure) and to close when the internal fluid pressure is reduced below the set pressure.
30	(45) [(47)] Pressure vessel—A container or other component designed in accordance with
31	the ASME Code [ASME Code].
32	(46) [(48)] Property lineThe boundary which designates the point at which one real property
33	interest ends and another begins.
34	(47) [(49)] PSIGPounds per square inch gauge.

1	(48) [(50)] Public transportation vehicleA vehicle for hire to transport persons, including but
2	not limited to taxis, buses (excluding school buses, mass transit or special transit vehicles), and airport
3	courtesy cars.
4	(49) [(51)] PullawayThe accidental separation of a hose from a cylinder, container, transfer
5	equipment, or dispensing equipment, which could occur on a cylinder, container, transfer equipment, or
6	dispensing equipment whether or not they are protected by a pullaway or breakaway device.
7	(50) [(52)] Registered manufacturerA person who has applied for and been granted a
8	registration to manufacture LNG containers by the Commission.
9	(51) [(53)] Repair to containerThe correction of damage or deterioration to an LNG
10	container, the alteration of the structure of such a container, or the welding on such a container in a manner
11	which causes the temperature of the container to rise above 400 degrees Fahrenheit.
12	(52) [(54)] Rules examinationThe Commission's written examination that measures an
13	examinee's working knowledge of Texas Natural Resources Code, Chapter 116, and the rules in this chapter.
14	(53) [(55)] SchoolA public or private institution which has been accredited through the
15	Texas Education Agency or the Texas Private School Accreditation Commission.
16	(54) [(56)] School busA vehicle that is sold or used for purposes that include carrying
17	students to and from school or related events.
18	(55) [(57)] Special transit vehicleA vehicle designed with limited passenger capacity which
19	is primarily used by a mass transit authority for special transit purposes such as transport of mobility impaired
20	individuals.
21	(56) [(58)] Temporary installation-A stationary installation at which LNG activities are
22	performed for 12 months or less pursuant to §14.2043 of this title (relating to Temporary Installations).
23	(57) [(59)] TraineeAn individual who has not yet taken and passed an employee-level rules
24	examination.
25	(58) [(60)] Transfer areaThat portion of an LNG refueling station where LNG is introduced
26	into or dispensed from a stationary installation.
27	(59) [(61)] Transfer systemAll piping, fittings, valves, pumps, meters, hoses, bulkheads, and
28	equipment used in transferring LNG between containers.
29	(60) [(62)] TransportAny container built in accordance with ASME or DOT specifications
30	and used to transport LNG for delivery.
31	(61) [(63)] Transport systemAny and all piping, fittings, valves, and equipment on a
32	transport, excluding the container.
33	(62) [(64)] Ultimate consumerThe person controlling LNG immediately prior to its ignition.
34	(63) [(65)] Water capacityThe amount of water in gallons required to fill a container.
35	

Railroad Commission of Texas

	16 TAC Chapter 14 Regulations for Liquefied Natural Gas (LNG)	Page 7 of 15
1	§14.2014.Application for License or Manufacturer Registration (New and Renewal).	
2	(a) - (e) (No change.)	
3	(f) Applicants for a new license shall file with AFS:	
4	(1) a properly completed LNG Form 2001 listing all names under which LNC	3-related
5	activities requiring licensing are to be conducted and the applicant's properly qualified compa	ny
6	representative, and the following forms or documents as applicable:	
7	(A) (No change.)	
8	(B) LNG Form 2007, 2007A or 2007T and any information requested	l in §14.2704 of
9	this title (relating to Registration and Transfer of LNG Transports) if the applicant intends to	egister any LNG
10	transports;	
11	(C) - (F) (No change.)	
12	(2) (No change.)	
13	(g) - (h) (No change.)	
14	(i) Applications for license or registration must include a 24-hour emergency telephone	<u>ie number.</u>
15	(j) [(i)] AFS will review an application for license or registration to verify all requiren	nents have been
16	met.	
17	(1) If errors are found or information is missing in the application or other do	cuments, AFS
18	will notify the applicant of the deficiencies in writing.	
19	(2) The applicant must respond with the required information and/or documer	ntation within 30
20	days of the written notice. Failure to respond by the deadline will result in withdrawal of the a	pplication.
21	(3) If all requirements have been met AFS will issue the license or manufactu	rer registration
22	and send the license or registration to licensee or manufacturer, as applicable.	
23	(k) (i) For license and manufacturer registration renewals:	
24	(1) AFS shall notify the licensee or registered manufacturer in writing at the a	ddress on file
25	with AFS of the impending license or manufacturer registration expiration at least 30 calendar	days before the
26	date the license or registration is scheduled to expire.	
27	(2) The renewal notice shall include copies of applicable LNG Forms 2001, 20	001A, and 2007,
28	2007A or LNG Form 2001M showing the information currently on file.	
29	(3) The licensee or registered manufacturer shall review and return all renewa	l documentation
30	to AFS with any necessary changes clearly marked on the forms. The licensee or registered market	anufacturer shall
31	submit any applicable fees with the renewal documentation.	
32	(4) Failure to meet the renewal deadline set forth in this section shall result in	expiration of the
33	license or manufacturer registration.	
4	(5) If a person's license or manufacturer registration expires, that person shall	immediately
35	cease performance of any LNG activities authorized by the license or registration.	

Page 8 of 15

1	(6) If a person's license or manufacturer registration has been expired for 90 calendar days or
2	fewer, the person shall submit a renewal fee that is equal to 1 1/2 times the renewal fee in §14.2013 of this title
3	(relating to License Categories, Container Manufacturer Registration, Fees, and Application for Licenses,
4	Manufacturer Registrations and Renewals).
5	(7) If a person's license or manufacturer registration has been expired for more than 90
6	calendar days but less than one year, the person shall submit a renewal fee that is equal to two times the
7	renewal fee.
8	(8) If a person's license or manufacturer registration has been expired for one year or more,
9	that person shall not renew, but shall comply with the requirements for issuance of an original license or
10	manufacturer registration under this section and §14.2013 of this title.
11	(9) After verification that the licensee or registered manufacturer has met all requirements for
12	licensing or manufacturer registration, AFS shall renew the license or registration and send the applicable
13	authorization to the licensee or manufacturer.
14	(1) [(k)] Applicants for license or license renewal in the following categories shall comply with these
15	additional requirements:
16	(1) An applicant for a Category 20 or 50 license or renewal shall file with AFS a completed
17	LNG Form 2505, certifying that the applicant will follow the testing procedures indicated. LNG Form 2505
18	shall be signed by the appropriate LNG company representative designated on the licensee's LNG Form 2001.
19	(2) An applicant for Category 15, 20, or 50 license or renewal who tests tanks, subframes
20	LNG cargo tanks, or performs other activities requiring DOT registration shall file with AFS a copy of any
21	applicable current DOT registrations. Such registration shall comply with Title[5] 40. Code of Federal
22	Regulations, Part 107 (Hazardous Materials Program Procedures), Subpart F (Registration of Cargo Tank and
23	Cargo Tank Motor Vehicle Manufacturers and Repairers and Cargo Tank Motor Vehicle Assemblers).
24	(3) An applicant for Category 15 or 50 license or renewal who repairs or tests ASME
25	containers shall file with AFS a copy of its current ASME Code, Section VIII certificate of authorization or
26	"R" certificate. If ASME is unable to issue a renewed certificate of authorization prior to the expiration date,
27	the manufacturer may request in writing an extension of time not to exceed 60 calendar days past the
28	expiration date. The request for extension shall be received by AFS prior to the expiration date of the ASME
29	certificate of authorization referred to in this section, and shall include a letter or statement from ASME that
30	the agency is unable to issue the renewal certificate of authorization prior to expiration and that a temporary
31	extension will be granted for its purposes. A registered manufacturer shall not continue to operate after the
32	expiration date of an ASME certificate of authorization until the manufacturer files a current ASME certificate
33	of authorization with AFS or AFS grants a temporary exception.

Page 9 of 15

1	(m) Repair to a US DOT cylinder or cargo tank is defined in 49 CFR §§180.203, 180.403 and
2	180.413. Changes made to or maintenance of a cylinder or cargo tank excluded from the definition of repair in
3	49 CFR §§180.203, 180.403 and 180.413 do not require a license.
4	
5	§14.2016. Penalty Guidelines and Enforcement.
6	(a) (No change.)
7	(b) Denial, suspension, or revocation of licenses, manufacturer registrations, or certificates.
8	(1) The Commission may deny, suspend, or revoke a license, manufacturer registration, or
9	certificate for any person who fails to comply with this chapter.
10	(A) If AFS determines that an applicant for license, manufacturer registration,
11	certificate, or renewal has not met the requirements of this chapter, AFS shall notify the applicant in writing of
12	the reasons for the proposed denial. In the case of an applicant for license, manufacturer registration, or
13	certificate, the notice shall advise the person that the application may be resubmitted within 30 calendar days
14	of receipt of the denial with all cited deficiencies corrected, or, if the person disagrees with AFS'
15	determination [AFS-determination], that person may request in writing a hearing on the matter within 30
16	calendar days of receipt of the notice of denial.
17	(B) (No change.)
18	(2) - (4) (No change.)
19	
20	§14.2019. Examination Requirements and Renewals.
21	(a) (No change.)
22	(b) Rules examination.
23	(1) - (2) (No change.)
24	(3) An individual who files LNG Form 2016 and pays the applicable nonrefundable
25	examination fee may take the rules examination.
26	(A) Dates and locations of available Commission LNG examinations may be obtained
27	[in the Austin offices of AFS and] on the Commission's web site[, and shall be updated at least monthly].
28	Examinations may be <u>administered</u> : [eonducted]
29	(i) at the Commission's AFS Training Center in Austin; [between the hours of
30	8:00 a.m. and 12:00 noon, Monday through Friday, except for state holidays, and]
31	(ii) at other designated times and locations around the state; and
32	(iii) through an online testing or proctoring service.
33	(B) Individuals or companies may request in writing that examinations be given in
34	their area. AFS shall schedule [its] examinations [and locations] at its discretion.
35	(C) [(B)] Exam fees.

Page 10 of 15

I	(i) The nonrefundable management-level rules examination fee is \$70.
2	(ii) The nonrefundable employee-level rules examination fee is \$40.
3	(iii) The nonrefundable examination fees shall be paid each time an individual
4	takes an examination.
5	(iv) A military service member, military veteran, or military spouse shall be
6	exempt from the examination fee pursuant to §14.2015 of this title (relating to Military Fee Exemption). An
7	individual who receives a military fee exemption is not exempt from renewal fees specified in subsection (g)
8	of this section.
9	(v) Beginning February 7, 2023, individuals who register for an examination
10	to be administered by a testing or proctoring service shall pay any fee required by the testing or proctoring
11	service in addition to paying the examination fee to the Commission.
12	(D) [(C)] Time limits.
13	(i) An applicant shall complete the examination within the time limits
14	specified in this subparagraph.
15	(I) The employee-level LNG Delivery Truck Driver examination and
16	the management-level Category 35 Retail and Wholesale Dealers examination shall be limited to three hours;
17	and
18	(II) all other examinations shall be limited to two hours.
19	(ii) The examination proctor shall be the official timekeeper.
20	(iii) An examinee shall submit the examination and the answer sheet to the
21	examination proctor before or at the end of the established time limit for an examination.
22	(iv) The examination proctor shall mark any answer sheet that was not
23	completed within the time limit.
24	(E) [(D)] Each individual who performs LNG activities as an employee of an ultimate
25	consumer or a state agency, county, municipality, school district, or other governmental subdivision shall be
26	properly supervised by his or her employer. Any such individual who is not certified by the Commission to
27	perform LNG activities shall be properly trained by a competent person in the safe performance of such LNG
28	activities.
29	(c) (No change.)
30	(d) Within 15 calendar days of the date an individual takes an examination, AFS shall notify the
31	individual of the results of the examination.
32	(1) If the examination is graded or reviewed by a testing or proctoring service, AFS shall
33	notify the individual of the examination results within 14 days of the date AFS receives the results from the
34	testing <u>or proctoring</u> service.

Page 11 of 15

1	(2) If the notice of the examination results will be delayed for longer than 90 days after the
2	examination date, AFS shall notify the individual of the reason for the delay before the 90th day. AFS may
3	require a testing or proctoring service to notify an individual of the individual's examination results.
4	(e) - (g) (No change.)
5	
6	§14.2040. Filings Required for Stationary LNG Installations.
7	(a) (No change.)
8	(b) Commercial installations with an aggregate water capacity of less than 15,540 gallons.
9	(1) Within $\underline{30}$ [40] calendar days following the completion of a commercial container
10	installation, the licensee shall submit LNG Form 2501 to AFS stating:
11	(A) - (C) (No change.)
12	(2) - (3) (No change.)
13	(c) - (e) (No change.)
14	
15	§14.2043. Temporary Installations.
16	(a) - (c) (No change.)
17	(d) Temporary installations shall comply with the electrical requirements specified in NFPA 59A
18	Chapter 10 [Subchapter F of this chapter (relating to Instrumentation and Electrical Services)].
19	(e) - (i) (No change.)
20	
21	§14.2050. Reporting Unsafe LNG Activities.
22	(a) A person may report any unsafe or noncompliant LNG activities to AFS by mail, telephone, email,
23	or fax. When possible, the person shall make the report using LNG Form 2022. Within five business days of
24	receipt of such report, AFS shall notify the alleged non-compliant party in writing regarding the report and
25	specify the reported non-compliant installations and/or activities.
26	(b) The Commission may release the person's name in accordance with applicable open records
27	procedures.
28	(c) A person who reports unsafe LNG activities may be called to testify at a Commission hearing if
29	one is necessary following the initiation of an enforcement action.
30	
31	§14.2053. Manufacturer's Nameplate and Markings on ASME Containers.
32	(a) In addition to NFPA 52 §13.3.16 and NFPA 59A §13.3.15, LNG shall not be introduced into any
33	ASME container unless the container is equipped with an original nameplate or at least one of the following
34	nameplates permanently attached to the container.

Page 12 of 15

1	(1) A duplicate nameplate is an additional ASME container nameplate issued by the original
2	manufacturer with duplicate information as the original nameplate and clearly marked as a duplicate
3	nameplate, but installed in a remote location.
4	(2) A modification (or alteration) nameplate is a nameplate issued and affixed by an ASME
5	Code facility including only partial information applicable to a modification or alteration performed on that
6	container.
7	(3) A replacement nameplate is a nameplate including the identical information as the original
8	nameplate and identified as a replacement nameplate, but issued and affixed by the original manufacturer or its
9	successor company or companies when the original nameplate is lost or illegible.
10	(b) AFS may remove a container from LNG service or require ASME acceptance of a container at any
11	time if AFS determines that the nameplate, in any form defined in subsection (a) of this section, is loose,
12	unreadable, or detached, or if it appears to be tampered with or damaged in any way and does not contain at a
13	minimum the items defined by NFPA as applicable.
14	
15	SUBCHAPTER B. GENERAL RULES FOR ALL STATIONARY LNG INSTALLATIONS
16	§14.2101. System Protection Requirements.
17	(a) (No change.)
18	(b) Fencing at LNG stationary installations shall comply with the following:
19	(1) - (8) (No change.)
20	(9) Where fencing is not used to protect the installation, then valve locks, a means of locking
21	the electric control for the compressors, or other suitable means shall be provided to prevent unauthorized
22	withdrawal of <u>LNG</u> [CNG].
23	(c) - (g) (No change.)
24	
25	SUBCHAPTER G. ENGINE FUEL SYSTEMS
26	§14.2637. Signs and Labeling.
27	(a) - (b) (No change.)
28	(c) Each school bus, special transit vehicle, mass transit vehicle, and public transportation unit shall be
29	marked with the manual shutoff valve's location with the words "Manual Shutoff Valve." Decals or stencils are
30	acceptable.
31	
32	SUBCHAPTER H. LNG TRANSPORTS
33	§14.2704. Registration and Transfer of LNG Transports.
34	(a) A person who operates a [an LNG] transport equipped with LNG cargo tanks or any container
35	delivery unit, regardless of who owns the transport or unit, shall register the transport or unit with AFS in the

Page 13 of 15

1	name or names under which the operator conducts business in Texas prior to the unit [transport] being used in
2	LNG service.
3	(1) To register a cargo tank unit previously unregistered in Texas, the operator of the unit
4	shall:
5	(A) pay to AFS the \$270 registration fee for each LNG transport;
6	(B) file a properly completed LNG Form 2007;
7	(C) file a copy of the manufacturer's data report;
8	(D) file a copy of the DOT compliance sheet; and
9	(E) file a copy of the test required by §14.2707 of this title (relating to Testing
10	Requirements), unless that unit was manufactured within the previous five years.
11	(2) To register a container delivery unit previously unregistered in Texas, the operator of the
12	unit shall:
13	(A) pay to AFS the \$270 registration fee for each unit; and
14	(B) file a properly completed LNG Form 2007A.
15	(3) [(2)] To register an LNG cargo tank or any container delivery unit [a transport] which was
16	previously registered in Texas but for which the registration has expired, the operator of the unit shall:
17	(A) pay to AFS the \$270 registration fee;
18	(B) file LNG Form 2007 for cargo tanks or LNG Form 2007A for container delivery
19	units; and
20	(C) for cargo tanks file a copy of the latest test results if an expired unit has not been
21	used in the transportation of LNG for over one year or the current test has not been filed with AFS.
22	(4) [(3)] To re-register a currently registered unit, the licensee operating the unit shall:
23	(A) pay a \$270 [\$300] annual registration fee;
24	(B) file LNG Form 2007 for cargo tanks or LNG Form 2007A for container delivery
25	units or the truck list provided with licensee's renewal notice; and
26	(C) for cargo tanks file a copy of the latest test results if one has not been filed with
27	AFS.
28	(5) [(4)] To transfer a currently registered unit, the new operator of the transport shall:
29	(A) pay the \$100 transfer fee for each unit; [and]
30	(B) file a properly completed LNG Form 2007T; and [2007]
31	(C) for cargo tanks, file a copy of the latest test results if one has not been filed with
32	AFS.
33	(b) - (c) (No change.)
34	
35	§14.2707. Testing Requirements.

Railroad Commission of Texas

Page 14 of 15 16 TAC Chapter 14 -- Regulations for Liquefied Natural Gas (LNG) 1 (a) (No change.) 2 (b) Containers shall be tested in accordance with 49 CFR §180.407 [§338]. 3 (c) (No change.) 4 5 §14.2710. Markings. 6 [(a)] LNG transports shall be marked on each side and the rear with the name of the licensee or the 7 ultimate consumer operating the unit. Such lettering shall be legible and at least two inches in height and in 8 sharp color contrast to the background. AFS will determine whether the name marked on the transport is 9 sufficient to properly identify the operator. 10 [(b) Each school bus, special transit vehicle, mass transit vehicle, and public transportation unit shall 11 be marked with the manual shutoff valve's location with the words "Manual Shutoff Valve." Decals or stencils 12 are acceptable.] 13 §14.2725. Exhaust System. 14 No part of the exhaust system on any LNG transport or container delivery unit shall be located less than six inches [unless shielded-] from any piping, pump, and/or compressor unless shielded. The exhaust 15 16 system discharge shall not impinge on the containers, piping, or related appurtenances. 17 18 SUBCHAPTER I. ADOPTION BY REFERENCE OF NFPA 52 (VEHICULAR GASEOUS FUEL 19 SYSTEMS CODE) 20 §14.2801. Adoption by Reference of NFPA 52. 21 (a) (No change.) 22 (b) Effective February 15, 2021, the Commission also adopts by reference all other NFPA publications or portions of those publications referenced in NFPA 52 which apply to LNG activities only. The pamphlets 23 24 adopted by reference in NFPA 52 are: 25 (1) NFPA [FPA] 30A, Code for Motor Fuel Dispensing Facilities and Repair Garages, 2012 26 edition; 27 (2) - (13) (No change.) This agency hereby certifies that the rules as adopted have been reviewed by legal counsel and found 28 to be a valid exercise of the agency's legal authority. 29 30 Issued in Austin, Texas, on Filed with the Office of the Secretary of State on 31 2023. Unisti (raddick

Christi Craddick, Chairman

Page 15 of 15

DocuSigned by:

Wayne Christian

Wayne Christian, Commissioner

-DocuSigned by:

Jim Wright, Commissioner

ATTEST: ___DocuSigned by:

Callie Farrar

Secretary of the Commission

-DocuSigned by:

Haley Cochran

Haley Cochran

Assistant General Counsel

Office of General Counsel

Railroad Complission of Texas

And the street of the light.

是在July and the a lighte <mark>Genet</mark>er and a tradesing the land substitute the substitute of the substit