

Agreed Order Signed March 26, 2013

City of Pearsall, Docket No. GUD 9969

System ID No. 711483 of Company ID No. 286, Pearsall, Frio County, Texas.

Rules Violated:

49 CFR192.459 -The listed portion of buried pipeline was exposed and an investigation circumferentially and longitudinally beyond the exposed portion was not made to determine whether additional corrosion existed.

49 CFR192.465(a)- At least 10 percent of the separate cathodically protected sections of pipeline not in excess of 100 feet, distributed over the system, were not surveyed each calendar year.

49 CFR192.613(a) -Lost and unaccounted for gas was reviewed and found to be above ten percent for the twelve months period ending June. Appropriate action had not been initiated or continued concerning these changes in leakage history.

Date Violation Began: December 2, 2009

Date of Compliance: April 18, 2011

Penalty Paid: \$500.00