

Attachment A

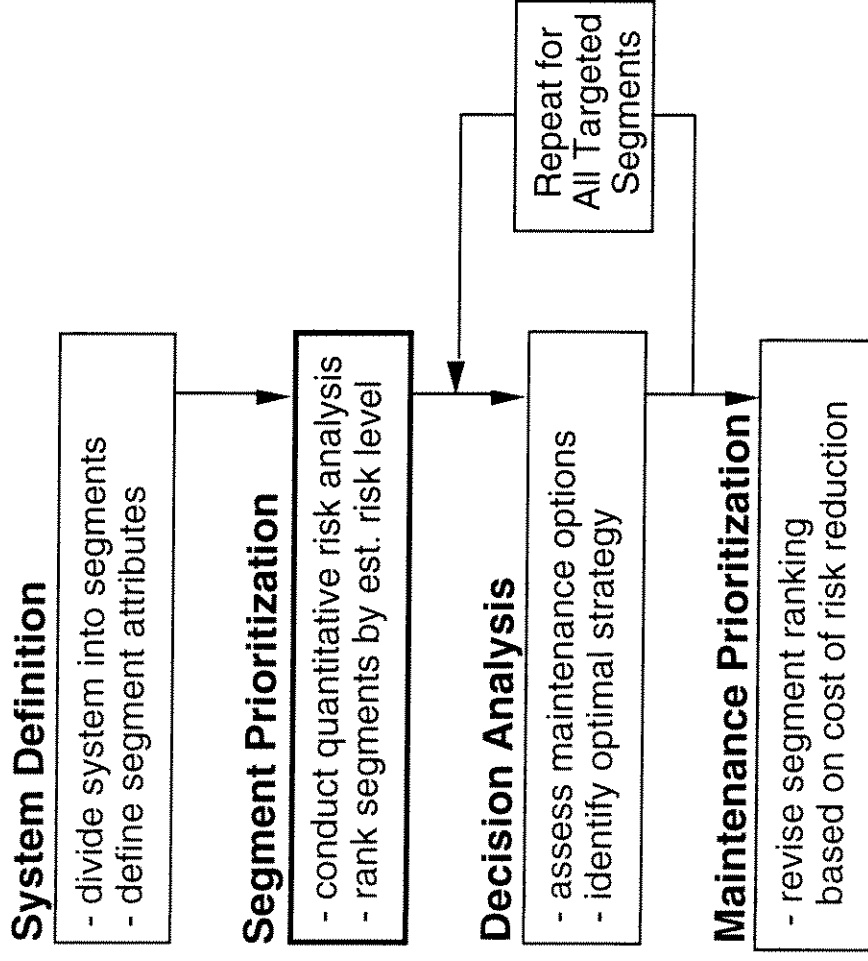
Software Updating

- **Implement modifications requested by participants**
 - dual units (metric or imperial)
 - hole size specification options (absolute vs. fraction of line diameter)
- **Implement improvements identified by C-FER**
 - convert to 32 bit environment (remove model size limitations)
 - refine release rate / volume calculation algorithms
 - improve program calculation speed

Prioritization of Offshore Pipeline Segments for Integrity Maintenance

Centre For Engineering Research Inc.

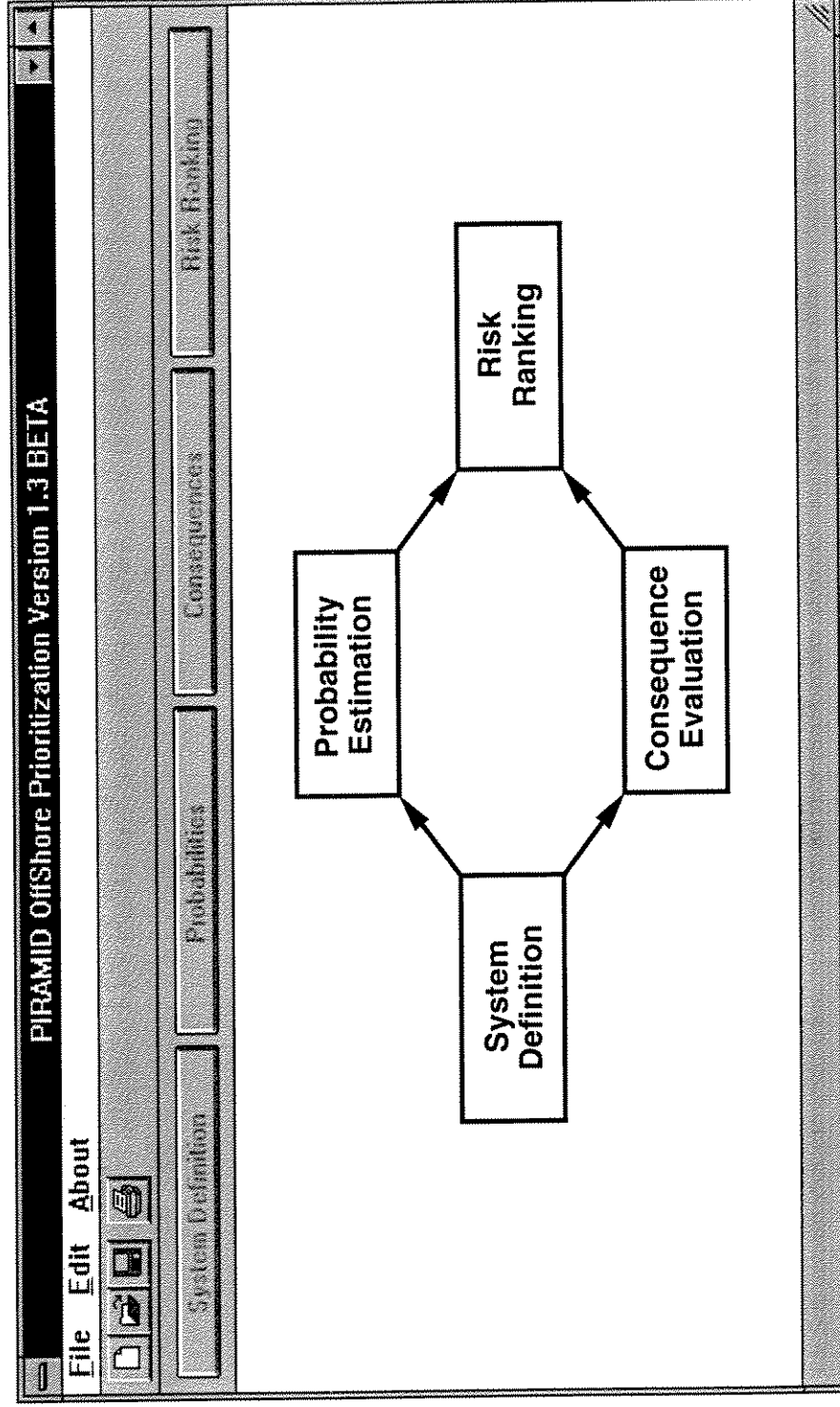
Review of Risk Methodology



PIRAMID Offshore - Prioritization

- **Provides a quantitative estimate of operating risk for each segment within pipeline system**
- **Ranks segments by estimated level of risk**
- **Risk estimates:**
 - linked to specific line attributes
 - failure cause specific
 - provides a combined measure of
 - » financial risk
 - » life safety risk
 - » environmental risk

Software Program - modules



System Definition

System Definition

System Name: Roman Empire Segment Definition
 Date: 352 A.D. Manual File

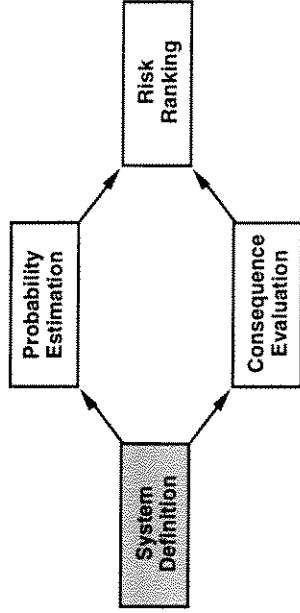
SEGMENT

Ref. No. Segment Name KPstart KPend

1 Nero 0.000 200.000

Product Set: Methane(100%)

KP Start	KP End
0.000	910.000



Program divides each segment into sections having consistent attribute values

Segment Attributes - Affecting Failure Probability

Onshore

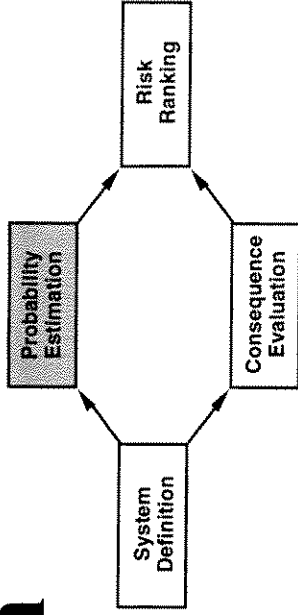
- Line diameter
- Wall thickness
- Yield strength
- Joint type
- Line age
- Line pressure
- Line temperature
- Depth of cover
- Land use type
- Soil corrosivity
- Coating type
- Coating condition
- Cathodic protection level
- SCC potential
- Product corrosivity
- Ground movement potential
- Failure potential given ground movement

Offshore

- Vessel traffic density
- Water depth range
- Enviro. corrosivity

Probability Estimation

Program adjusts baseline failure rates to reflect segment attributes

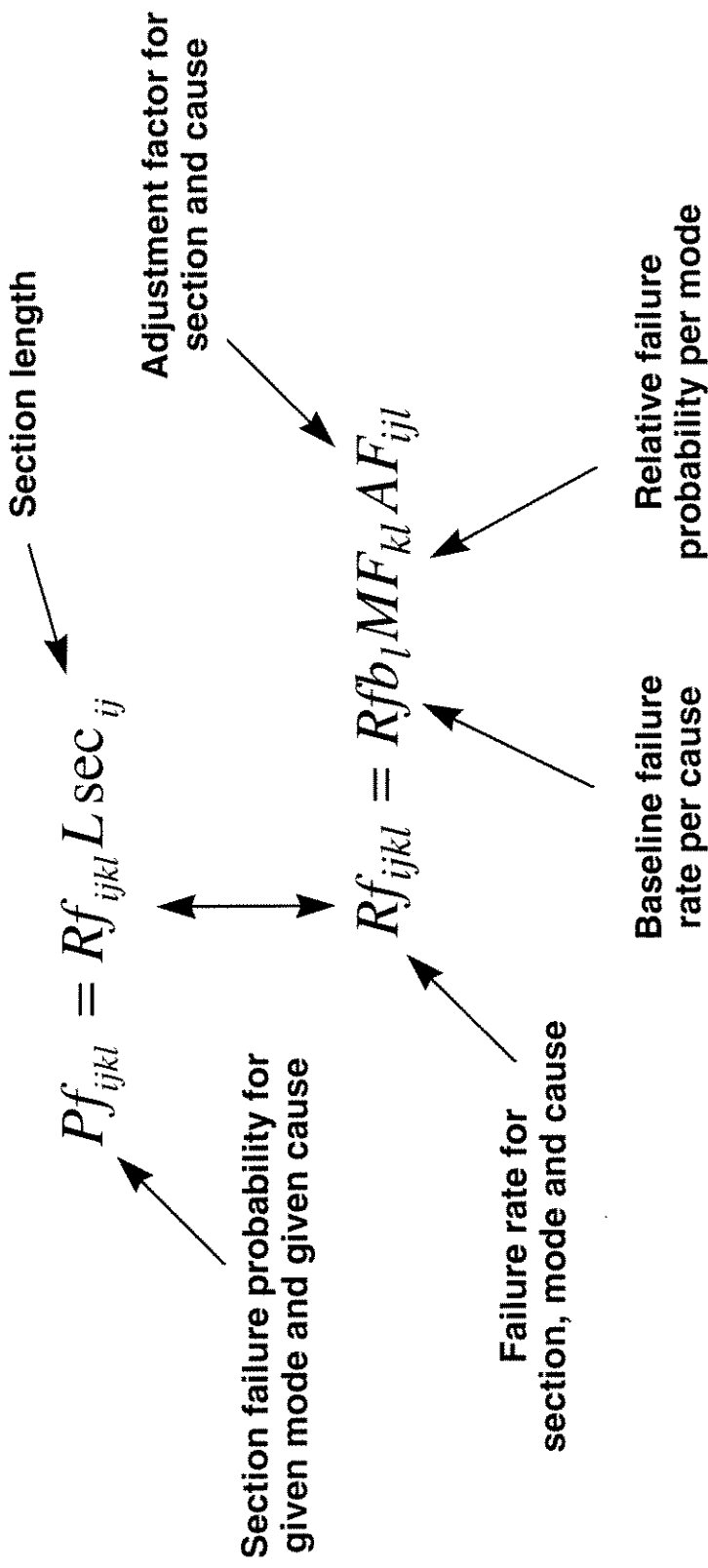


Baseline Failure Rate Estimates

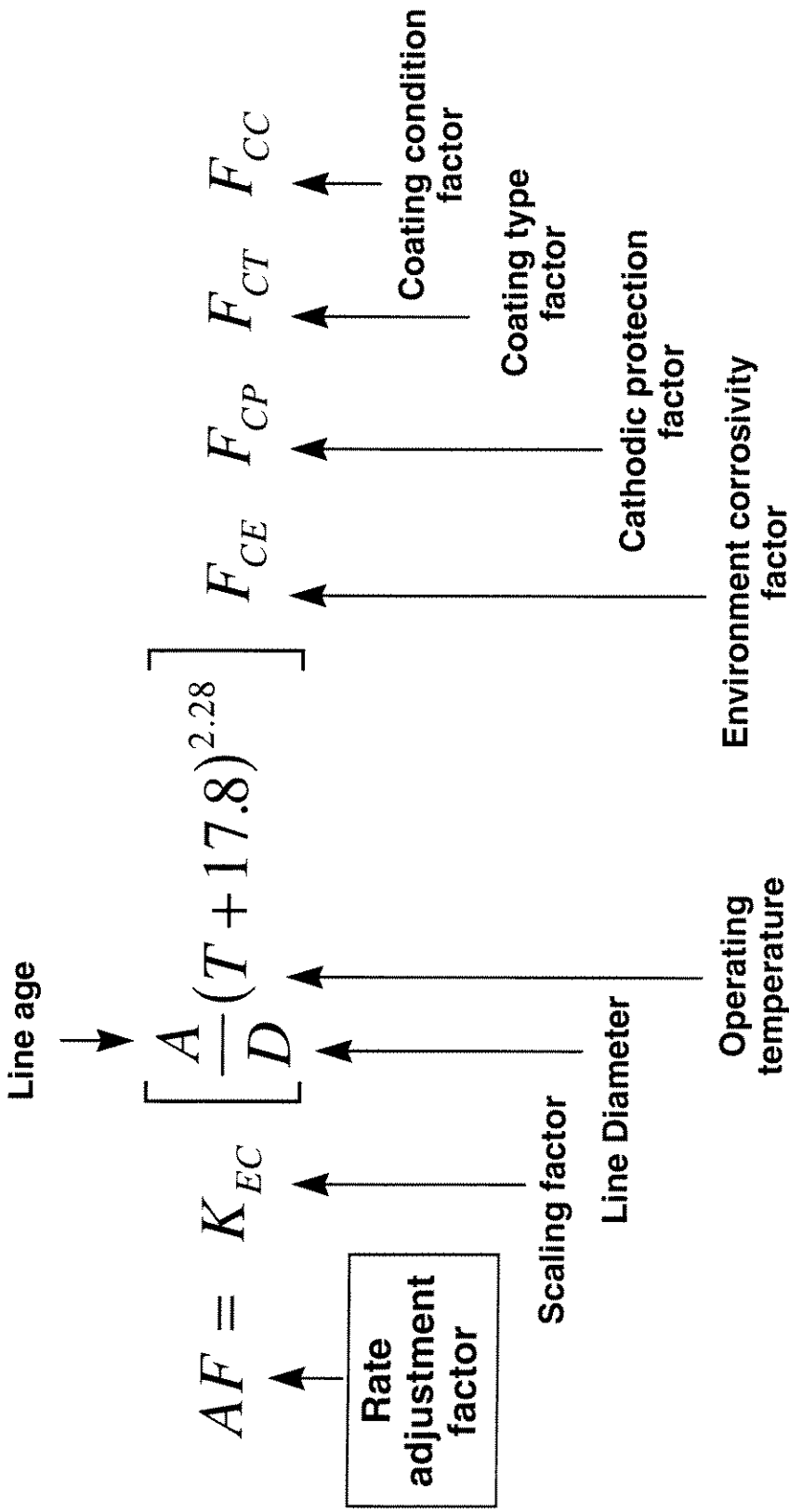
Failure Cause	Failure Rate (incidents/km-yr)	Relative Failure Probability by Mode	
		small leak	large leak rupture
External Metal Loss Corrosion	0.00010000	0.85	0.10
Internal Metal Loss Corrosion	0.00044000	0.85	0.10
Mechanical Damage	0.00015000	0.25	0.50
Natural Hazard Damage	0.00008000	0.25	0.50
Ground Movement		0.20	0.40
Environmentally Induced Cracks (SCC)		0.60	0.30
Mechanically Induced Cracks (girth weld fatigue)		0.60	0.30
Other Causes	0.00016000	0.80	0.10

Probability Estimation Approach

Probability of failure for a given section



Adjustment Factor - External Corrosion



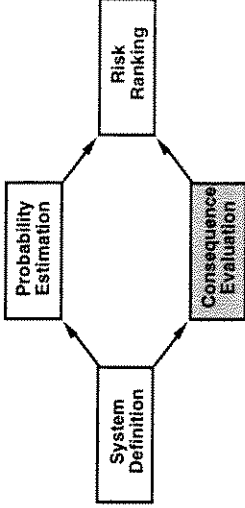
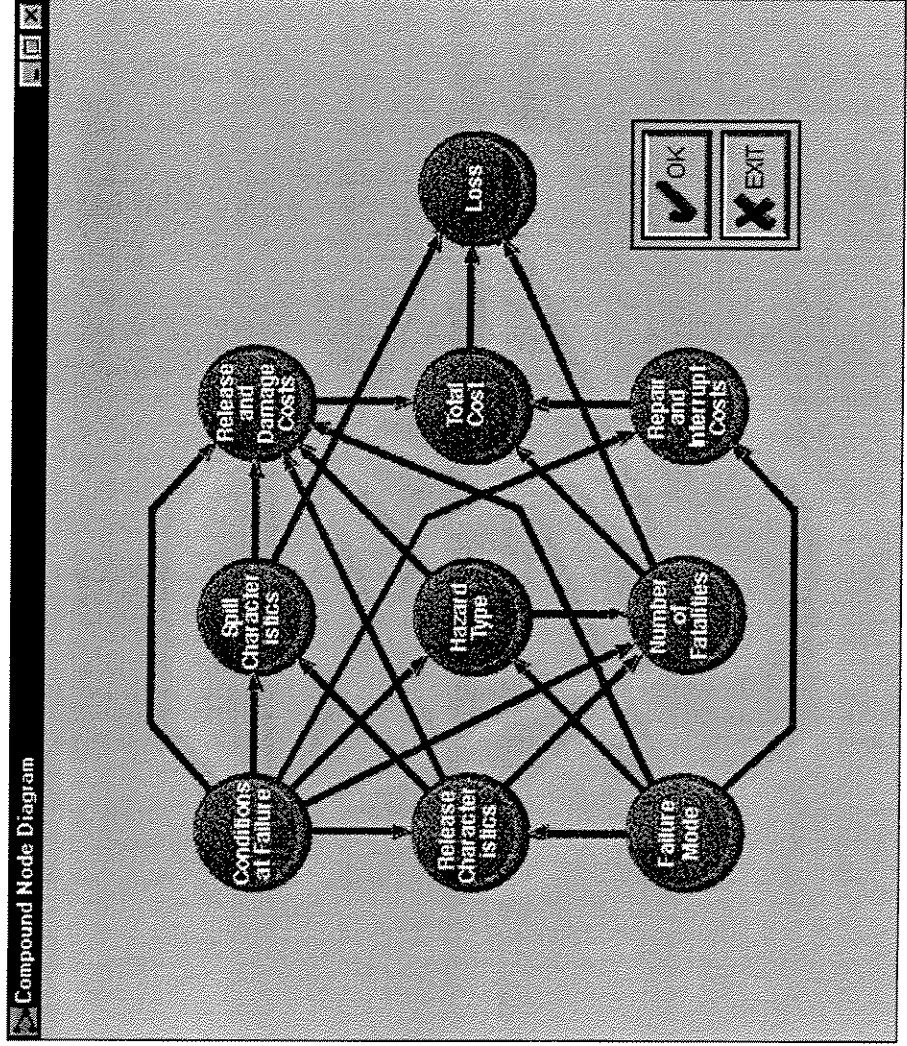
Adjustment Factor - Mechanical Damage

$$AF = \frac{K_{MD}}{D^{0.72}} F_{MA} F_{MD} F_{MC}$$

The diagram illustrates the components of the Adjustment Factor (AF) equation. The equation is $AF = \frac{K_{MD}}{D^{0.72}} F_{MA} F_{MD} F_{MC}$. Arrows point from descriptive labels to each term in the equation:

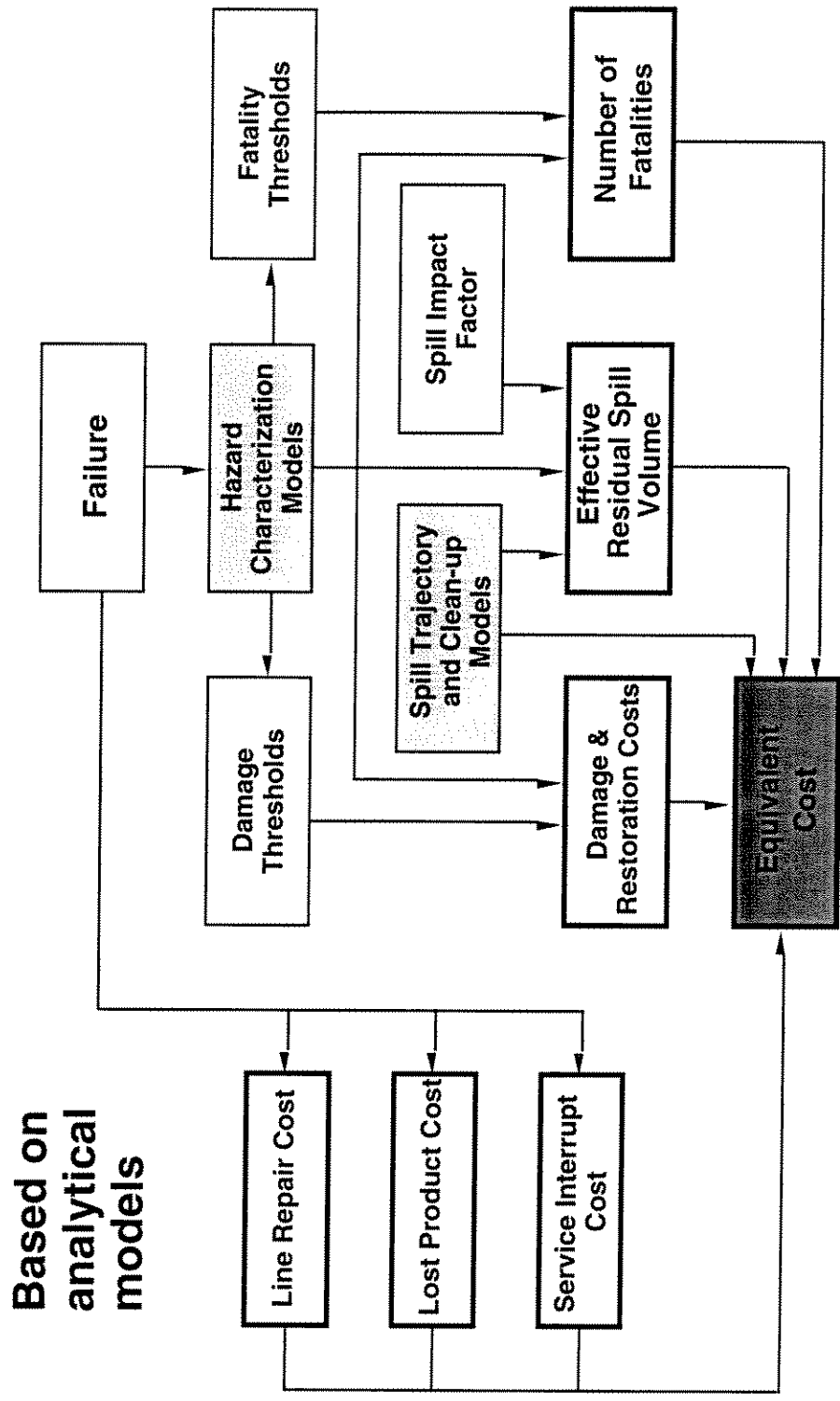
- Scale factor** points to K_{MD} .
- Rate adjustment factor** (in a box) points to $D^{0.72}$.
- Line diameter** points to D .
- Traffic density factor** points to F_{MA} .
- Water depth factor** points to F_{MD} .
- Soil cover factor** points to F_{MC} .

Consequence Evaluation



Program estimates loss components based on segment attributes

Consequence Evaluation Approach



Consequence Evaluation - Loss Estimate

Total loss Cost Number of fatalities Equivalent spill volume

$$LOSS_{ijk} = \bar{c}_{ijk} + \alpha_n \bar{n}_{ijk} + \alpha_v \bar{v}_{ijk}$$

Equivalent Costs

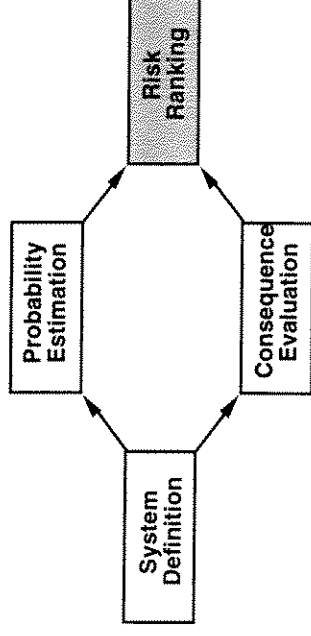
The amount that society would be willing to pay to:

- prevent the loss of a statistical life (\$1000's/fatality)
- prevent the spill of the reference product at the reference location (\$/m³)

2,000 5,000

OK Defaults Cancel

Risk Ranking



Calculate total risk = Expected loss

$$ExpLoss = Pf \cdot Loss$$

Risk Ranking Output

Segment Risk Ranking

System: Date:

Failure Causes Considered:

External Corrosion	SCC	Mechanical Damage	Natural Hazard Damage
Internal Corrosion	Material Defects	Ground Movement	Other
All Causes Combined			

Segment Ranking Approach:

Risk Ranking	Segment Designation	Failure Cause	Expected Cost (\$/km*yr)	Expected Cost (\$/seg*yr)
1	Delta	Mechanical Damage	1223	61166
2	Gamma	Mechanical Damage	1175	117571
3	Delta	External Corrosion	802	40099
4	Alpha	Mechanical Damage	602	60240
5	Beta	External Corrosion	547	41044
6	Beta	Mechanical Damage	371	27895
7	Alpha	External Corrosion	351	35104

Risk Ranking Options

Segment Ranking Options

Segment Ranking Approach

Expected cost per km*yr

Expected cost per segment*yr

Failure Causes Considered in Ranking

All causes combined

All causes considered individually

External metal loss corrosion only

Internal metal loss corrosion only

Mechanical damage only

Natural Hazard Damage

Ground Movement only

Environmentally induced cracks (SCC) only

Mechanically induced cracks (fatigue) only

Other causes only

OK

Defaults

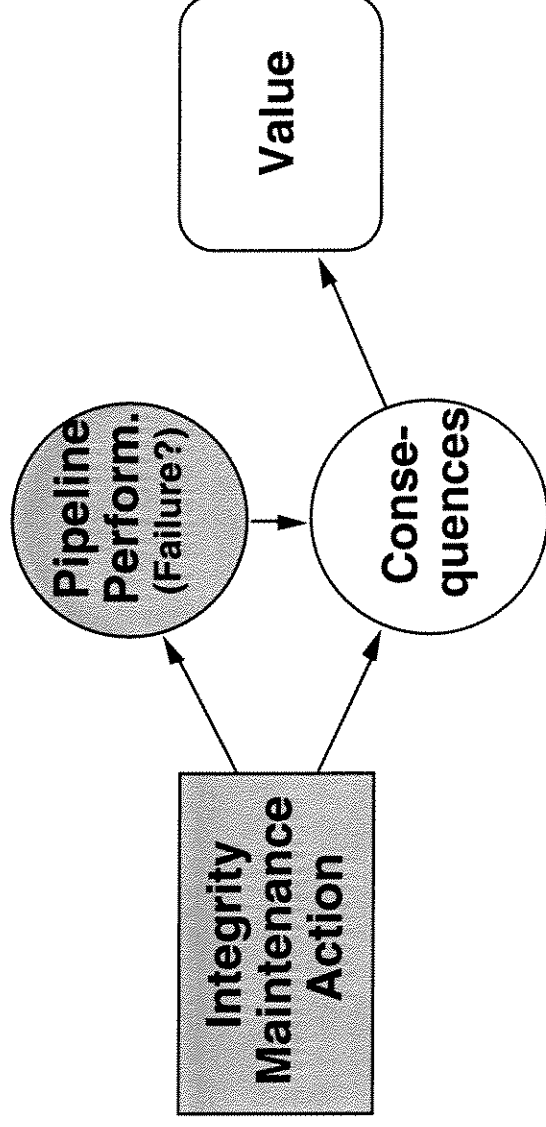
Cancel



Optimization of Metal Loss Corrosion Maintenance

- **Objectives**
 - Develop models to
 - » Calculate probability of failure due to corrosion
 - » Quantify impact of maintenance on failure probability
 - Incorporate models into PIRAMID to make corrosion maintenance optimization decisions

Review of Basic Influence Diagram



Individual projects expand different nodes

Example

- **Company X inspected a 50-km segment using a high resolution in-line tool**
- **Inspection revealed 63 external corrosion defects**
- **For each defect inspection provided**
 - maximum axial length
 - Maximum depth

Required

- **Should a more accurate inspection be carried out?**
- **Which defects should be repaired?**
- **How long to the next inspection?**

Step 1 - Statistical Characterization of Defect Population

- **Average defect frequency**
 - Number of defects / segment length = 1.37 defects / km
- **Probability distribution of defect depth**
 - Lognormal
 - » mean = 15% wt
 - » standard deviation = 5% wt
- **Probability distribution of defect length**
 - Lognormal
 - » mean = 27 mm
 - » standard deviation = 17 mm

Step 2 - Calculate Safety Factor for Each Defect

$$R = 2.3C \frac{TS}{D} \left[\frac{1 - H/T}{1 - H/MT} \right]$$

- R = Resistance
- C = Mean model error factor
- T = Wall thickness
- S = Yield strength
- H = Average defect depth
- M = Folias factor (function of D,T,L)
- L = Maximum defect length

Step 3 - Run PIRAMID

- **Input**
 - Line attributes
 - Defect characteristics
 - Defect growth rates
- **Output**
 - Another inspection? (Yes / No)
 - Repair criterion --> 1.64 safety factor
 - Time to next maintenance --> 16 years

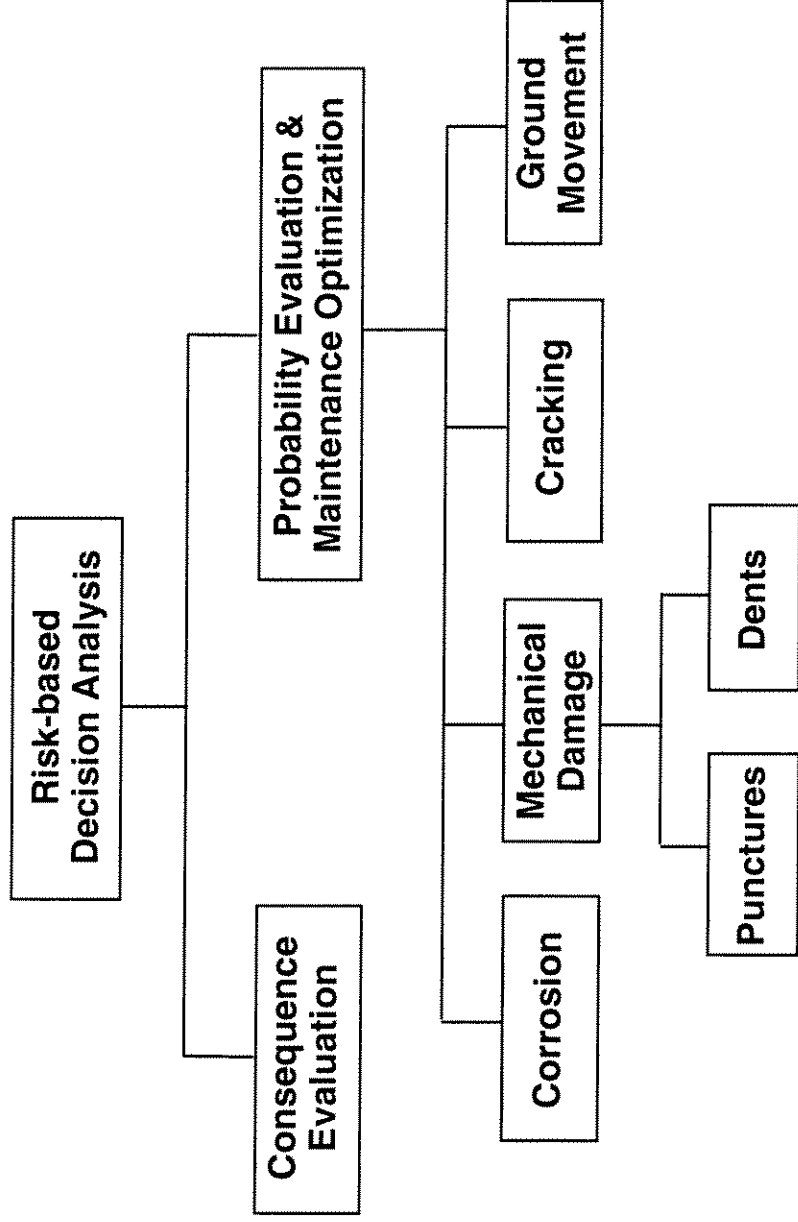
Step 4 - Implement Plan

- **Repair defects with safety factor < 1.64**
- **Re-analyze the line in 16 years**

Project Outcomes

- **PIRAMID Corrosion (Beta)**
 - Separate module for corrosion maintenance optimization
- **Updated User Guide**
- **PIRAMID Technical Reference Manual 6.0**

Original Development Plan





Optimization of Mechanical Damage Prevention

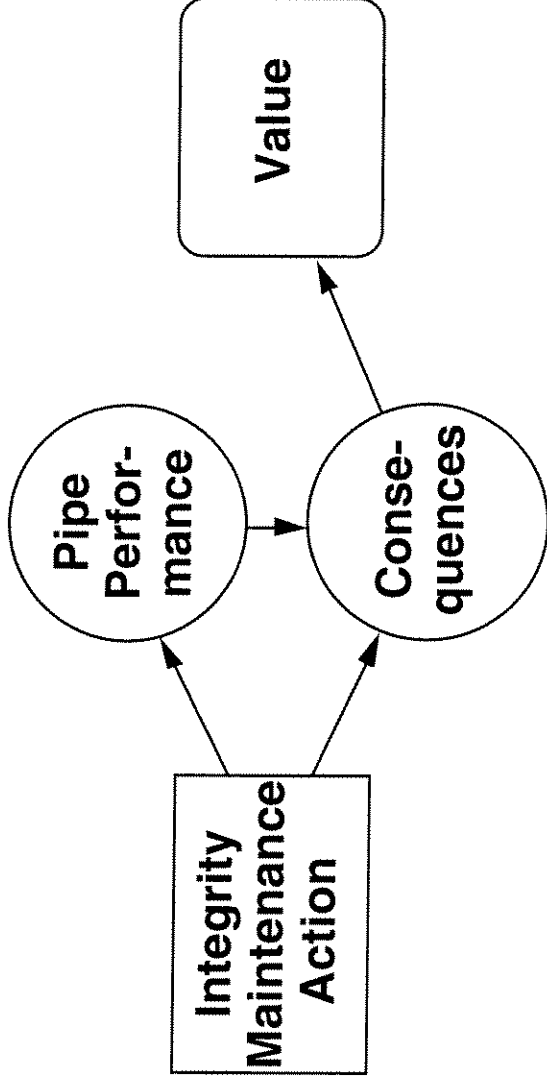
Project Objectives

- **Develop a model for estimating probability of line failure due to mechanical interference**
 - Model to be line specific (reflect line attributes)
 - Model to account for the effects of preventative maintenance activities on failure probability
- **Integrate probability estimation model within the existing decision analysis framework**

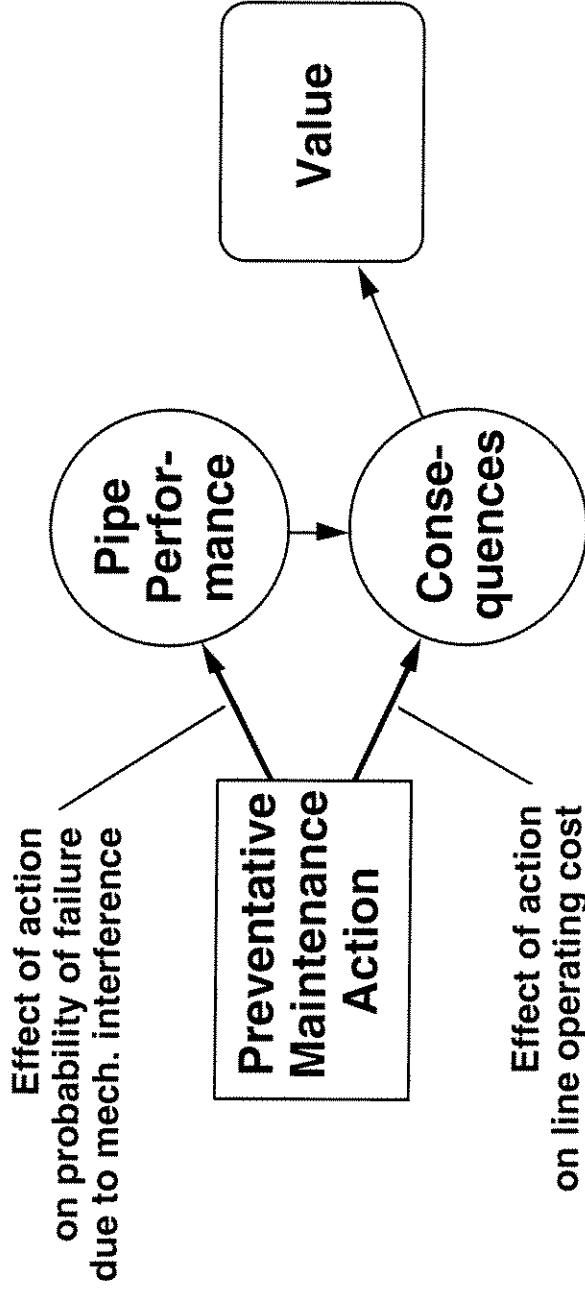
Note: model addresses immediate failures due to line puncture only, delayed failure of dents and gouges to be addressed elsewhere

Decision Analysis Framework

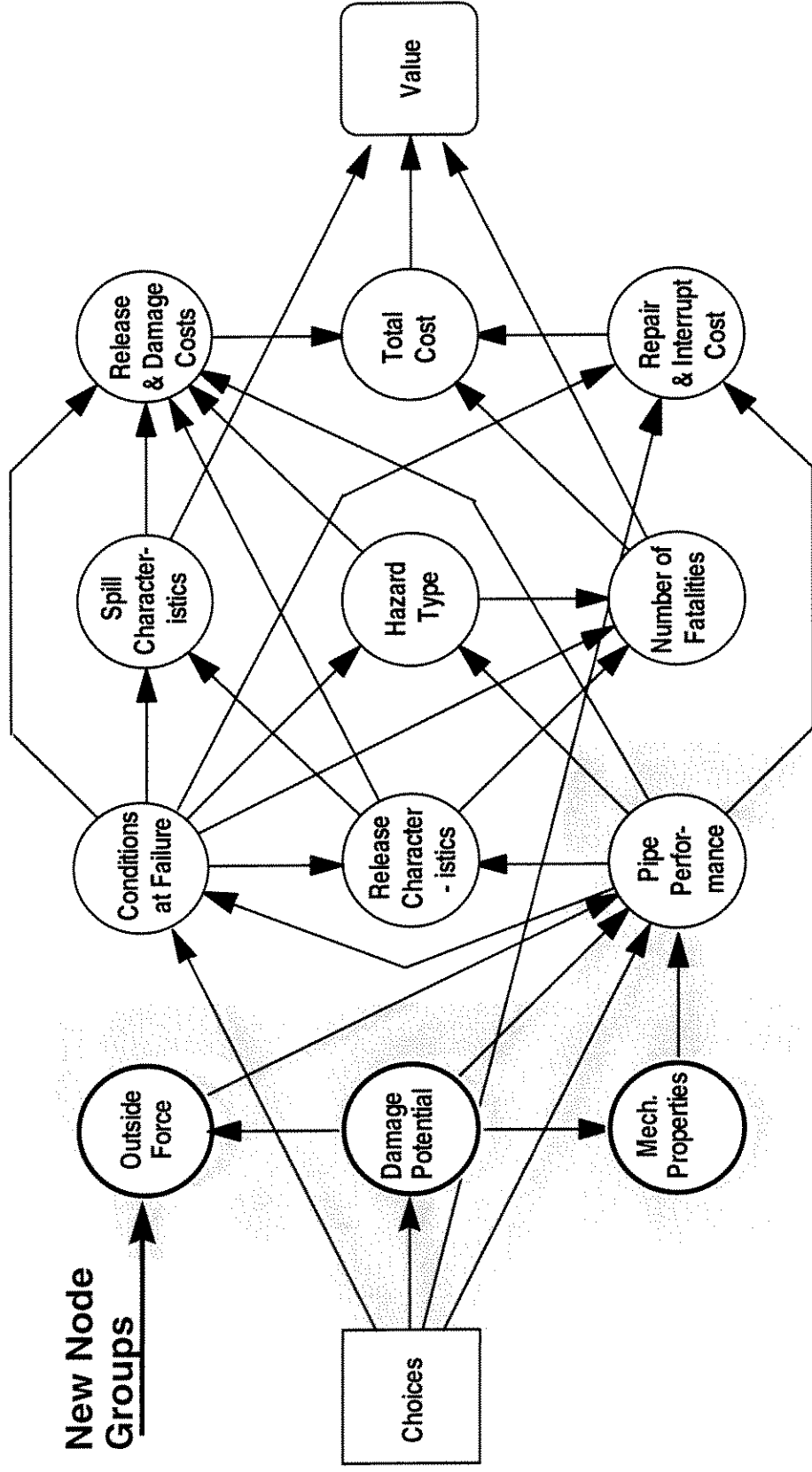
Conceptual Influence Diagram



Mechanical Damage Influence Diagram



Mechanical Damage Influence Diagram



New Node Groups

Choices

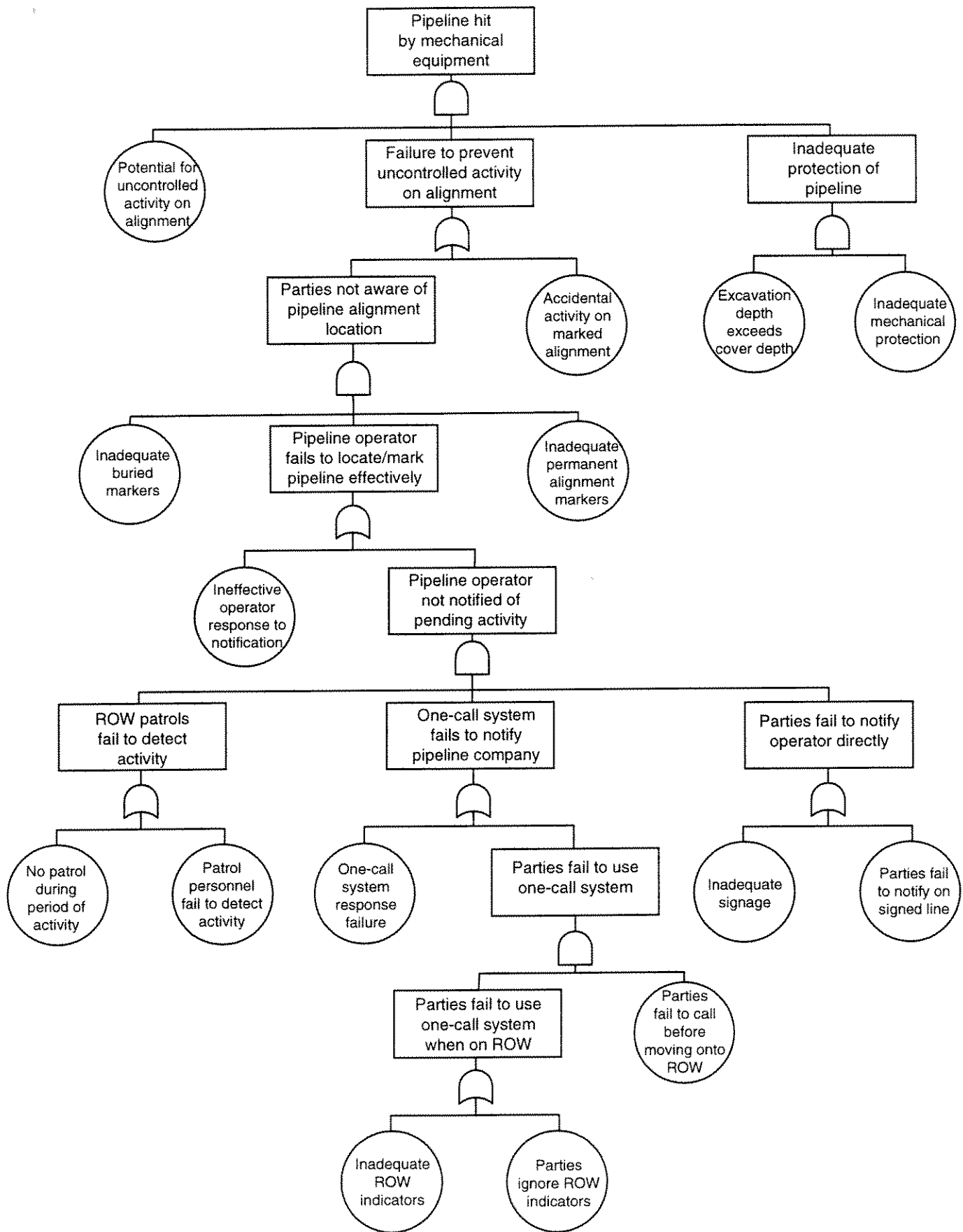
- **Preventative maintenance actions considered:**
 - **Enhance:**
 - ROW condition / generic markers
 - Explicit pipeline signage
 - Notification system
 - **Modify:**
 - Response to notification
 - ROW patrol frequency
 - ROW patrol method
 - **Introduce:**
 - permanent alignment markers
 - mechanical protection
 - **Increase:**
 - cover / burial depth

Damage Potential

- **Estimate frequency of third party activity resulting in line impact**
- **Approach based on Fault Trees**
 - **deductive analysis identifying logical combinations of basic events that lead to top event (line impact)**
 - **basic event probabilities estimated from:**
 - » **line attributes**
 - » **preventative maintenance choices**
 - **defaults based on:**
 - » **historical data** (where available)
 - » **analytical models** (where applicable)
 - » **subjective judgement** (where necessary)

Damage Potential

- **Line attributes affecting damage potential**
 - » *Land use type*
 - » *Crossings / Special terrain*
 - » **Notification system / System response**
 - » **ROW condition / Generic markers**
 - » **Explicit Pipeline signage**
 - » **ROW patrol frequency / patrol method**
 - » **Permanent above-ground alignment markers**
 - » **Buried alignment markers**
 - » **Mechanical protection**
 - » **Cover / burial depth**



Fault tree for mechanical interference

Outside Force

- **Characterize magnitude and uncertainty associated with line impact force**
- **Approach involves specification of PDFs of impact force for different land use types**
- **Default model assumes that maximum impact force is proportional to equipment weight**
 - **PDF of impact force developed from PDF of North American excavator equipment weights**

Mechanical Properties

- **Characterize the magnitude and uncertainty of**
 - pipe body yield strength (affects puncture resistance)
 - pipe body notch toughness (affects leak vs. rupture)
- **Approach involves specification of PDFs of F_Y and C_V for different steel grades**
- **Defaults based on specified material properties with historical data used to establish**
 - probability distribution type
 - mean-to-specified ratio
 - coefficient of variation

Pipe Performance

- Estimate the probability of line failure, P_F

$$P_F = P_{FI} P_I$$

where P_{FI} = probability of failure given impact

P_I = probability of line impact (per yr)

and

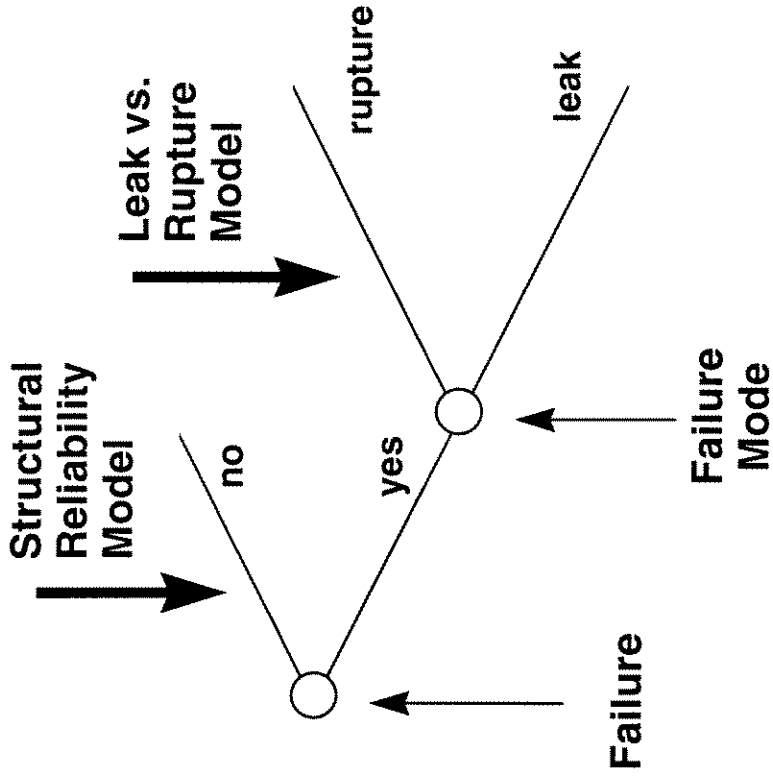
$$P_I = R_I L_{Seg}$$

where R_I = rate of line impact (per km yr)

L_{Seg} = segment length (km)

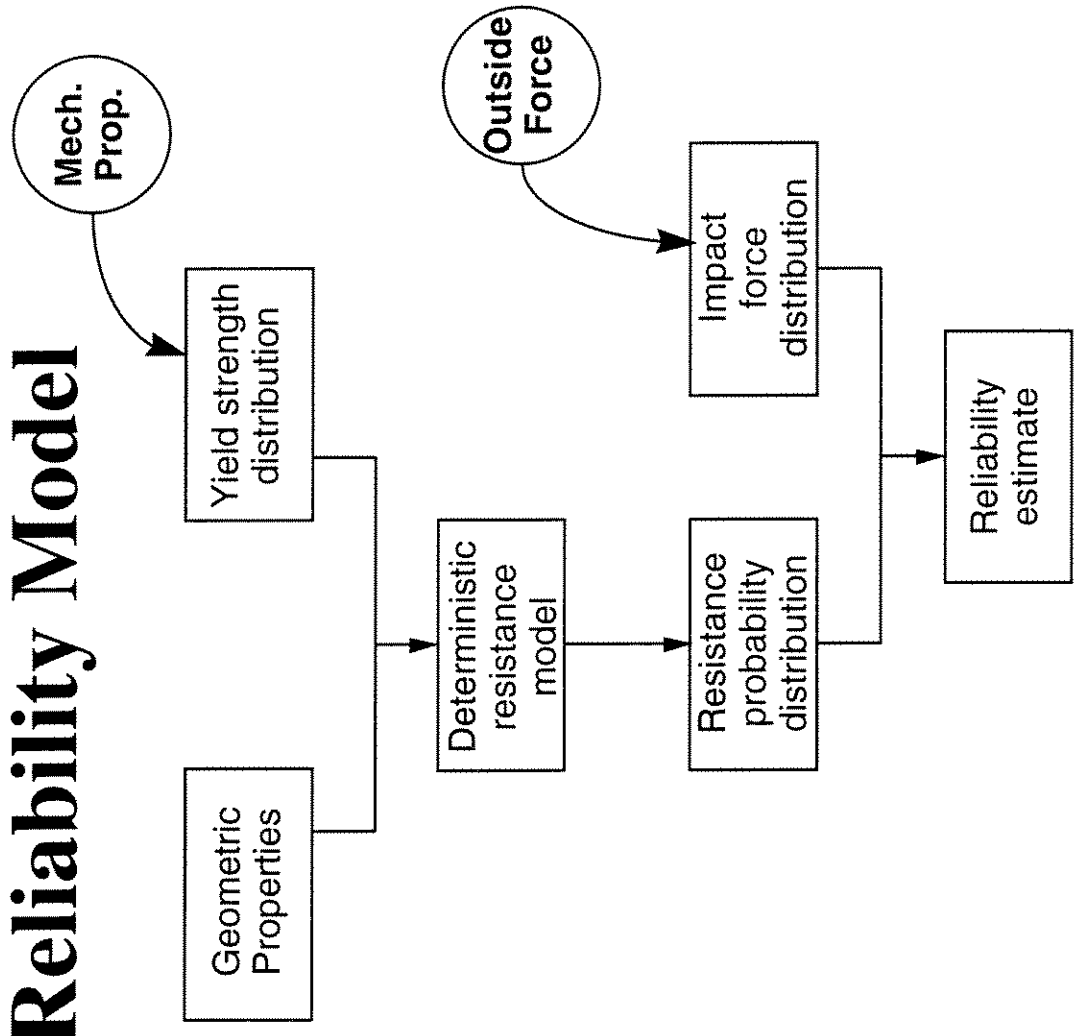
Probability of Failure Given Impact

- Estimate probability of line leak and rupture



Structural Reliability Model

- Failure given line impact



Deterministic Resistance Model

- **Pipe puncture resistance** (Spiekhout et al. 1987)

$$R_p = 2.3F_Y t^2 \left[0.4D \sqrt{\frac{D}{2t} + L} \right] \frac{1}{(D - 0.7w)}$$

where D = line diameter
 t = wall thickness
 F_Y = yield strength
 L = indenter length
 w = indenter width

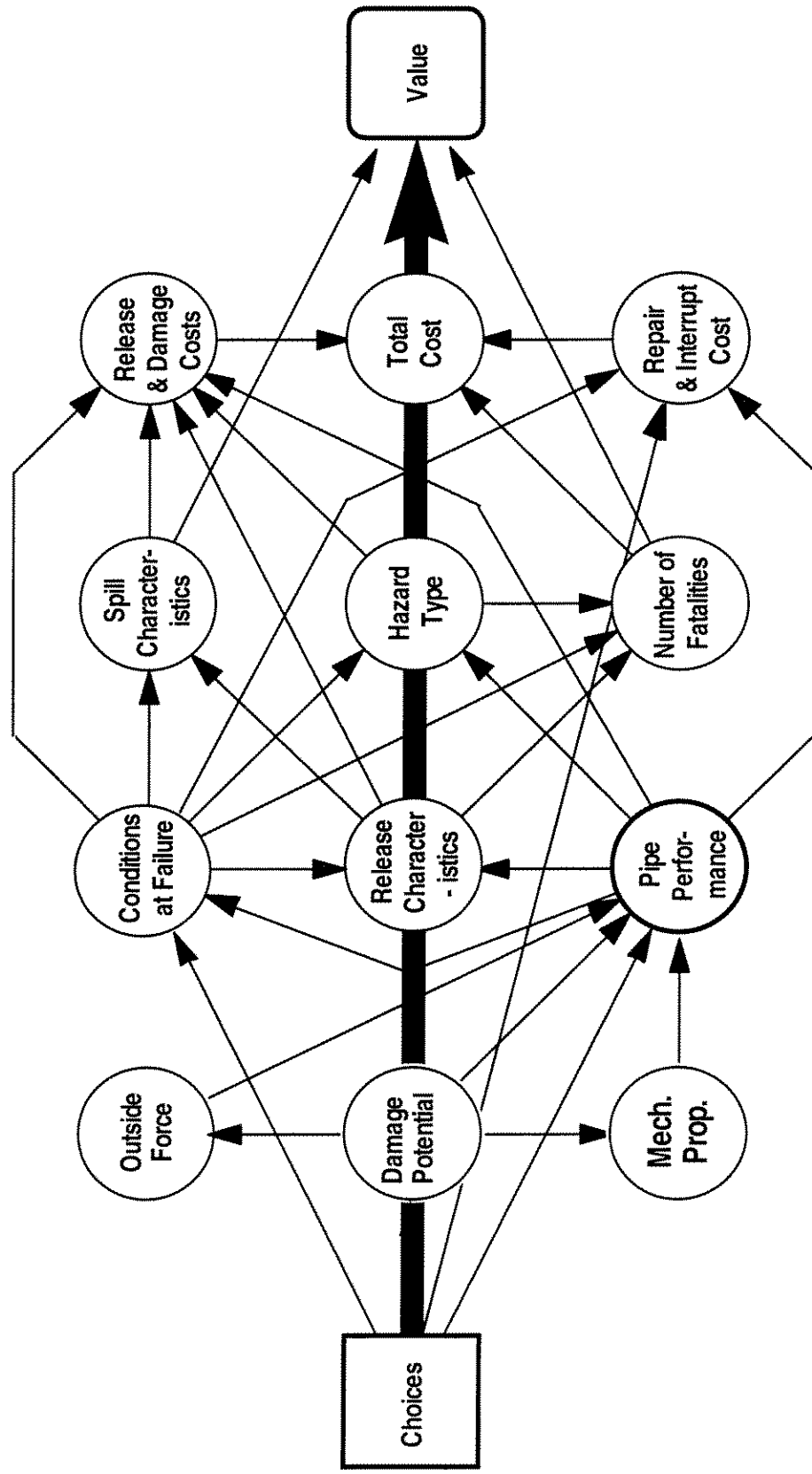
Leak vs. Rupture Model

- **Through-wall defect model** (Kiefner et al. 1973)

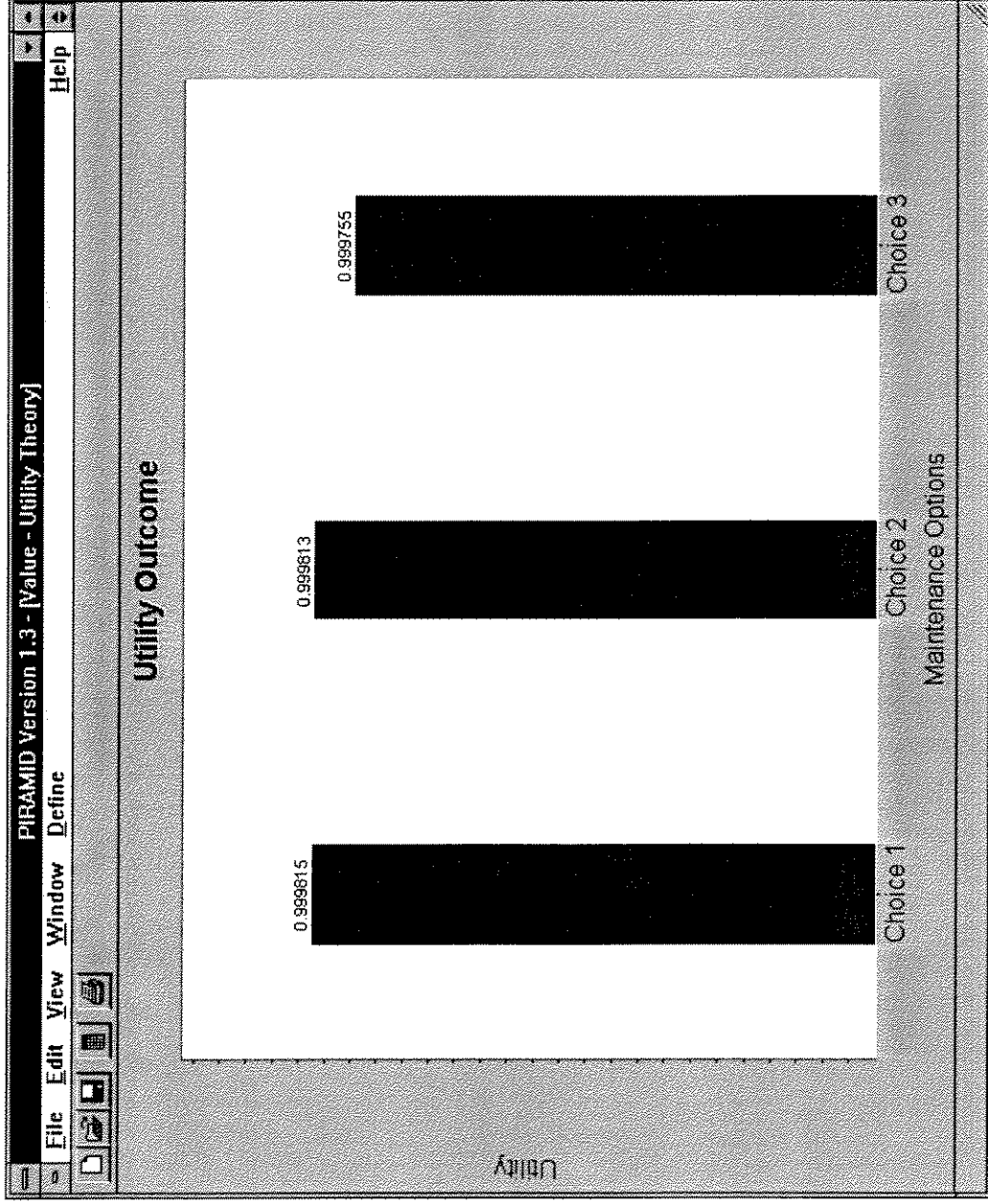
$$\text{Rupture if } C_V < \frac{2A_C}{3\pi E} c\sigma_F^2 \ln \sec \left[\frac{\pi}{2} \frac{M_T}{\sigma_F} \frac{PR}{t} \right]$$

where C_V = Charpy plateau energy (for shear area = A_c)
 c = flaw length (related to assumed indenter size)
 σ_F = flow stress = $F_Y + 70$ MPa
 M_T = Folias factor = $f(R, t, \text{ and } c)$
 P = operating pressure
 R = pipe radius
 t = pipe wall thickness

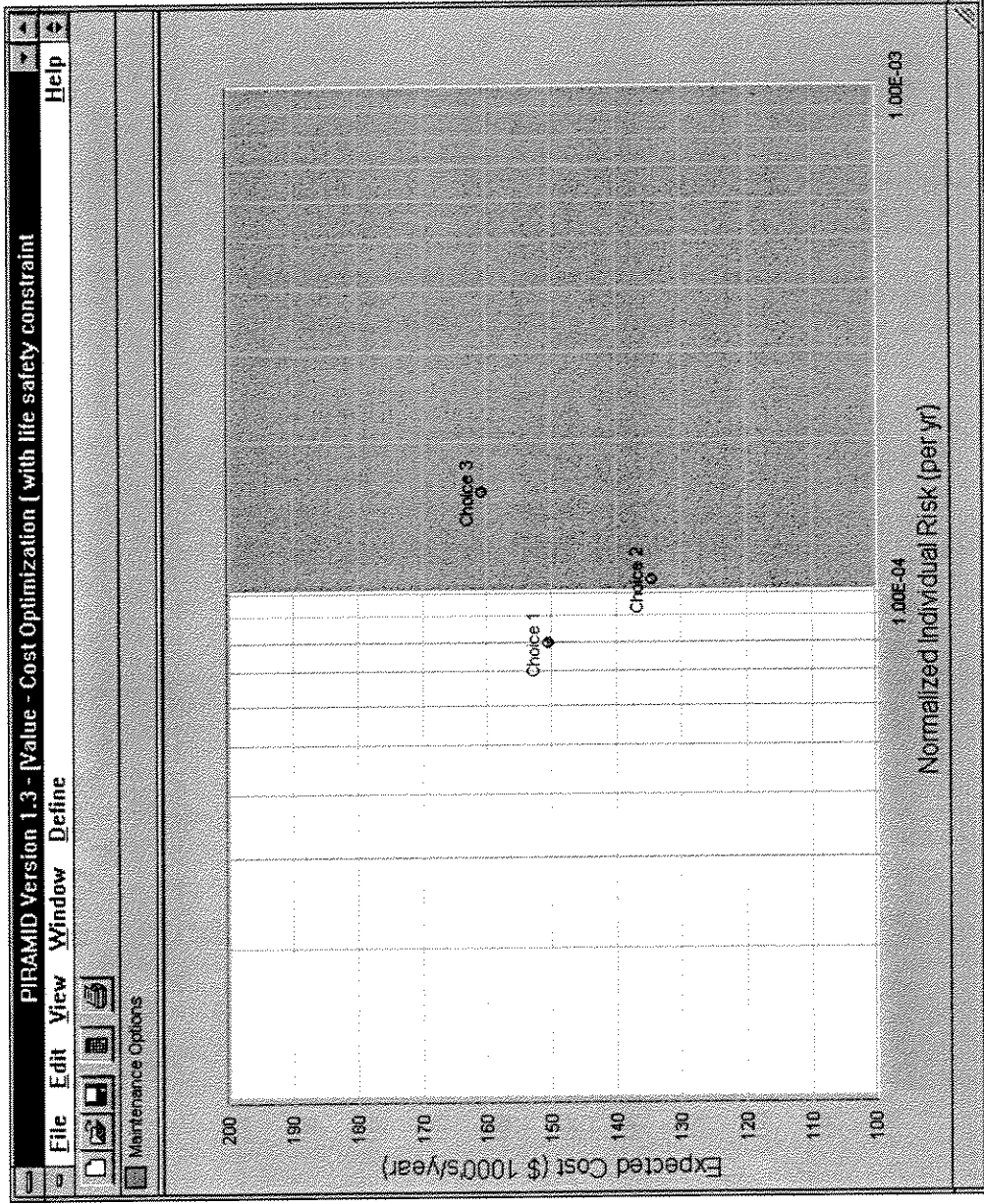
Mechanical Damage Influence Diagram



Choice Evaluation - Utility Theory



Choice Evaluation - Cost Optimization



Financial Report

Project	Budget \$1000	Spent (\$1000)	Spent (%)	Comp. (%)
PIRAMID Updating	85	82	96	95
Offshore Prioritization	60	56	93	90
Mechanical Damage	170	62	36	50
Corrosion (Phase II)	85	107	126	85
Management & Marketing	45	51	113	90
Contingency	36	5	16	30
Total	481	363	75%	72%