UNITED STATES OF AMERICA

NATIONAL TRANSPORTATION SAFETY BOARD

* * * * * * * * * * * * * * * * * * Investigation of:

ALABAMA GAS CORPORATION (ALAGASCO) * NATURAL GAS RELEASE WITH IGNITION * Docket No.: DCA-14-MP-001 BIRMINGHAM, ALABAMA

DECEMBER 17, 2013

Interview of: PHILLIP HEARD

Alagasco Headquarters Birmingham, Alabama

Tuesday, July 15, 2014

The above-captioned matter convened, pursuant to notice.

BEFORE: MATTHEW NICHOLSON Investigator-in-Charge

APPEARANCES:

MATTHEW NICHOLSON, Investigator-in-Charge National Transportation Safety Board Washington, D.C. 20594

RAVI CHHATRE, Accident Investigator Pipeline Division National Transportation Safety Board

KEITH BLACKWOOD, Pipeline Safety Investigator Alabama Public Service Commission

WALLACE JONES, Administrator of Gas Pipeline Safety Alabama Public Service Commission

BOB GARDNER, Director, Quality Assurance and Compliance Alabama Gas Corporation (Alagasco) (Party Representative)

MIKE BELL, Esq. (Representative on behalf of Mr. Heard)

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LEGEND:

(ph.) = Phonetic Spelling

1 INTERVIEW

- 2 MR. NICHOLSON: Good afternoon. Today is Tuesday,
- 3 July 15, 2014. My name is Matthew Nicholson. I'm an investigator
- 4 with the National Transportation Safety Board in Washington, D.C.
- 5 We are at Alagasco headquarters in Birmingham, Alabama. This
- 6 interview is being conducted as part of the investigation into the
- 7 natural gas distribution release and ignition that occurred in
- 8 Gate City, Birmingham, Alabama, on December 17, 2013. This is
- 9 case number DCA-14-MP-001.
- This interview is being recorded and may be transcribed
- 11 at a later date. A copy of the transcript will be provided to the
- 12 interviewee for review prior to being entered into the public
- 13 docket.
- Mr. Heard, you are permitted to have one other person
- 15 present during the interviews. This is a person of your choice:
- 16 supervisor, friend, family member or nobody at all. Please state
- 17 for the record who you have selected?
- 18 MR. HEARD: Mike Bell.
- 19 MR. NICHOLSON: Okay. We'll go around the room now and
- 20 have each person introduce themselves; your name with spelling,
- 21 title and the agency or organization you're representing. I will
- 22 start and we will proceed to my left.
- My name is Matthew Nicholson, M-a-t-t-h-e-w, N-i-c-h-o-
- 24 l-s-o-n. I'm an investigator with the NTSB.
- 25 MR. CHHATRE: Ravi Chhatre. That's R-a-v-i, last name

- 1 Chhatre, C-h-h-a-t-r-e, and I'm an NTSB accident investigator.
- 2 MR. BELL: Mike Bell, B-e-l-l, attorney representative
- 3 for Phillip Heard.
- 4 MR. HEARD: I am Phillip Heard, H-e-a-r-d, Alagasco.
- 5 MR. BLACKWOOD: Keith Blackwood, K-e-i-t-h,
- 6 B-l-a-c-k-w-o-o-d, a pipeline safety investigator, Alabama Public
- 7 Service Commission.
- MR. JONES: Wallace Jones, W-a-l-l-a-c-e, J-o-n-e-s,
- 9 Administrator, Gas Pipeline Safety, Alabama Public Service
- 10 Commission.
- MR. GARDNER: Bob Gardner, Director of Quality Assurance
- 12 and Compliance, Alagasco. Last name is spelled G-a-r-d-n-e-r, and
- 13 I'm also the party representative for Alagasco.
- MR. NICHOLSON: Okay.
- 15 INTERVIEW OF PHILLIP HEARD
- BY MR. NICHOLSON:
- 17 Q. Phillip, to begin with, can you go ahead and state your
- 18 title, your current title, with Alagasco?
- 19 A. I am manager of maintenance and planning.
- 20 Q. Okay. And can you tell me when you started in that
- 21 position?
- 22 A. In this position, it's been a couple of years ago. It
- 23 would have been --
- 24 UNIDENTIFIED SPEAKER: Just roughly.
- 25 MR. HEARD: Yeah. January of 2012 roughly.

- 1 BY MR. NICHOLSON:
- 2 Q. And then, if you could go back and give us, maybe, a
- 3 little background of when you started at Alagasco, what other
- 4 positions you've held and bring us up to current?
- 5 A. I started in 1981 as a crewman. I was a crewman about 3
- 6 years, then I went to a position called an assistant inspector
- 7 foreman. About 2 or 3 years later, I was a field supervisor in
- 8 our old maintenance service department. Two or 3 years after that
- 9 I was a district manager at -- in our Selma Division, in our
- 10 Marion local office.
- 11 From there, I went to the Montgomery Division as a
- 12 superintendent of engineering and distribution. From that
- 13 position I held another position a couple years later there as
- 14 manager of construction and distribution. And then a couple years
- 15 after that I had another title as a operations coordinator. I had
- 16 responsibility for the customer service department for
- 17 dispatching, for engineering, for distribution and for storeroom.
- 18 About 2 years later, I came back to Birmingham as a
- 19 superintendent out of the Western Operation Center. About 2 or 3
- 20 years after that, I was superintendent of Southern Operation
- 21 Center. These were all Birmingham locations.
- 22 Q. Right. Okay.
- 23 A. And then about 2 years after that, I was manager of
- 24 engineering and operations with the Birmingham Service Center for
- 25 Metro operations. From there, pretty much, I moved to this

- 1 position.
- Q. Okay. Can you just describe for us what it is you do
- 3 now as -- in your position.
- 4 A. We have -- we're part of the pipeline risk management
- 5 group. Specifically, where Jerre does the pipe replacement
- 6 activities, we do the maintenance side. That includes the
- 7 contract leak survey. Specifically, we have the corrosion control
- 8 group as well under our management. We do some work with backlog
- 9 management. I think that's pretty much it. We -- I don't think I
- 10 left anything out.
- 11 Q. What's the backlog management?
- 12 A. Well, what we do with backlog management is we keep an
- 13 eye on the progress our crews made with repair work and if we see
- 14 issues we report that. We do a little bit of forecasting in terms
- of understanding what our backlogs are and being sure that the
- 16 folks who do the routing of the work understand what their, say, a
- 17 monthly target would be. You know, we need to do -- be able to
- 18 complete this X amount of work before, you know, next month so we
- 19 don't get behind.
- 20 Q. So you don't backlog off your backlog.
- 21 A. No. Don't want --
- 22 Q. You're forward planning so you don't end up outside the
- 23 window of repair for those. Are these grade 2 leaks or --
- 24 A. Outside the window of repair, a lot is determined by
- 25 compliance-required end dates.

- Q. Okay. Just describe for us, I think, what the backlog
- 2 is? These are leaks that have to be repaired --
- 3 A. It would be leaks, it would be inspections, surveillance
- 4 patrols. Activities that are governed, really, by OPM under
- 5 maintenance.
- 6 Q. Okay. So as far as the leak surveys that are performed,
- 7 those are contracted?
- 8 A. Yes.
- 9 Q. I want to understand. And it's contracted through who?
- 10 Who's that?
- 11 A. Currently our contract is Southern Cross.
- 12 Q. Okay. And do you manage that contract; is that yours?
- 13 A. Yes.
- 0. Okay. And talk about that contract a little bit. How
- 15 many people are we talking about? Is it an annual contract?
- 16 A. With Southern?
- 17 Q. Southern Cross?
- 18 A. Southern Cross. Yeah, as a matter of fact, we are about
- 19 a year and a half into a 3-year contract right now with Southern
- 20 Cross. They provide us -- provide their own supervision, which of
- 21 course we oversee, and their own technicians to perform the
- 22 surveys we assign to them.
- Q. Okay. So what surveys are we talking about?
- 24 Distribution and service lines or?
- 25 A. Yes, mains and services. That's correct.

- 1 Q. Okay. So Southern Cross would have done the survey in
- 2 the Gate City area that we're here about today with Marks Village?
- 3 A. Which --
- 4 Q. We're talking about the accident that occurred on
- 5 December 17th.
- A. After the accident?
- 7 Q. Before the accident and after the accident.
- 8 A. Before? Yeah. Yes.
- 9 O. Yes, in both cases?
- 10 A. Yes, after the accident, and they have performed -- I
- 11 think they've done the contract since 2010 for the first 3-year
- 12 period and now they're --
- MR. GARDNER: They definitely did the one in 2011.
- MR. HEARD: Yeah. I don't know how far they go back.
- 15 BY MR. NICHOLSON:
- 16 Q. Okay.
- 17 A. So --
- 18 Q. Okay. So they've been on contract since 2010, but there
- 19 would have been a, a different contractor prior to 2010?
- MR. GARDNER: We'd have to clarify that. They've been
- 21 under contract. We have had periods where we've had multiple leak
- 22 survey vendors at the same time.
- MR. NICHOLSON: Okay.
- MR. GARDNER: And so, I don't remember the date that
- 25 Southern Cross became the sole source. They used to be under my

- 1 purview. That's why I'm answering these questions.
- MR. NICHOLSON: I understand. Thank you.
- 3 MR. GARDNER: But Phillip is correct. They are the sole
- 4 provider. Now, they did do the leak surveys in 2011. We can go
- 5 back and look prior to that if need be.
- 6 MR. NICHOLSON: Okay.
- 7 BY MR. NICHOLSON:
- 8 Q. Were you, I should ask, Phillip, were you involved in
- 9 the accident on December 17, 2013? Were you on site?
- 10 A. No.
- 11 Q. Were you contacted about it when it happened?
- 12 A. No.
- Q. Okay. What about afterwards, were you part of the leak
- 14 survey team that was out?
- 15 A. The initiation of the contract survey was done through
- 16 me. Yes.
- 17 Q. The one on scene in December or the one in January?
- 18 A. The one in January.
- MR. NICHOLSON: Okay. So, just to get a timeline
- 20 together, I heard, what, 2011? Was that the first Southern Cross
- 21 survey or most recent prior to the accident?
- MR. GARDNER: Yes.
- MR. NICHOLSON: In Gate City?
- MR. GARDNER: Yes.
- MR. NICHOLSON: 2011, not 2010?

- 1 MR. GARDNER: That's correct.
- 2 MR. NICHOLSON: Okay. And then --
- 3 MR. GARDNER: It's on a 3-year, a 3-year interval.
- 4 MR. NICHOLSON: Okay.
- 5 MR. GARDNER: As far as the contract leak survey goes.
- 6 MR. NICHOLSON: Okay.
- 7 BY MR. NICHOLSON:
- 8 Q. So, so that's something else I wanted to talk about. So
- 9 Gate City was on a 3-year interval. Is that -- how is frequency
- 10 set for the leak surveys? Can you talk to that?
- 11 A. How are the frequencies set for --
- 12 Q. Yeah, for performing a leak survey?
- 13 A. Yeah. Yeah.
- 14 Q. You set those?
- 15 A. It's -- the frequencies are set and they're determined
- 16 by, you know, pipe type and in some instances location of that
- 17 pipe.
- 18 Q. So is that a process you go through?
- 19 A. Yes.
- Q. Okay. Is that a documented process?
- 21 A. Yes.
- 22 Q. Okay.
- UNIDENTIFIED SPEAKER: It's also in 192.
- BY MR. NICHOLSON:
- 25 Q. As part of the code?

- 1 A. Yeah. It's an our OPM.
- Q. Okay. Which we have a copy of that. Can you talk a
- 3 little bit about that process? You said it's a function of, what
- 4 did you say, diameter?
- 5 A. Well, it -- not diameter.
- 6 Q. Location, you said?
- 7 A. No, pipe type. For example, we do a 3- and 5-year
- 8 survey that, the interval is determined by pipe type. As I said,
- 9 the 5-year interval survey is done on our systems that have --
- 10 they're all plastic or protected steel.
- 11 Q. Okay.
- 12 A. We do those once every 5 years. We do cast iron and
- 13 unprotected steel once every 3 years. Now, there are other
- 14 surveys we do. Do you want me to name them all?
- 15 Q. Are they leak surveys?
- 16 A. Yes.
- 17 Q. Sure.
- 18 A. We also do an annual -- or every other month, business
- 19 district survey or critical area. It's the same. When I say
- 20 business district, critical area, I mean the same thing.
- 21 Q. Okay.
- 22 A. Again, we do an annual survey on plastic or protected
- 23 steel in those areas. We do an every other month survey in those
- 24 areas that we have defined as business districts. We do those
- 25 with company crews.

- 1 Q. Okay.
- 2 A. We also perform a survey in each of those, whether
- 3 they're plastic protected steel or unprotected cast iron, with a
- 4 contract survey as well.
- 5 Q. Okay. And that's -- you said -- I thought I heard you
- 6 say annual or every other month?
- 7 A. Every other month. Business district survey is annual
- 8 on plastic or protected steel.
- 9 Q. Okay.
- 10 A. It's every other month for cast iron or unprotected in
- 11 our business districts.
- 12 Q. Okay. I'm sorry, every month for, did you say,
- 13 protected?
- 14 A. Every other month for unprotected --
- 15 Q. Unprotected steel.
- 16 A. -- unprotected steel --
- 17 Q. And cast iron.
- 18 A. -- and cast iron.
- 19 Q. Okay. So, then Gate City would have been the once every
- 20 3 years because it's cast iron protected?
- 21 A. That's correct.
- Q. Okay. But it's not a critical area?
- 23 A. No.
- Q. Okay. Because critical areas are business districts?
- 25 A. Yes.

- 1 Q. Okay. So, then, talking -- what's the -- why are we
- 2 doing it every other month? What's the driver? Is that the
- 3 regulatory requirement or is that Alagasco?
- 4 A. It's a -- it's Alagasco.
- Q. Okay.
- 6 A. In areas that we have defined as business districts,
- 7 typically, are characterized by high concentrations of pavement or
- 8 concrete.
- 9 Q. Okay.
- 10 A. But, you know, the basis behind that is getting -- or
- 11 gas at some point possibly getting into a building. So we survey
- 12 those more often to make sure that doesn't happen (indiscernible).
- Q. So because it's pavement it affects the way it migrates
- 14 or?
- 15 A. It could.
- 16 Q. Oh, okay. Because it's capped; it can't get out.
- 17 A. That's right. That's right.
- 18 Q. Okay.
- 19 A. Yes.
- Q. If it's capped, will it just -- but where is it going to
- 21 find its way? What's the concern?
- 22 A. Well, it'll -- it may be a crack in the paving. It
- 23 could be seam in a curb line.
- Q. Could it get in a building or?
- 25 A. Could it get in a building?

- 1 Q. Yeah. Is that --
- 2 A. Because it's a business district and you got those high
- 3 concentrations, we do those surveys more often for that very
- 4 reason.
- Q. Okay.
- 6 MR. GARDNER: And we literally survey the cracks in the
- 7 pavement, the openings in the pavement. That's what our company
- 8 crews do. They look for places where gas could potentially
- 9 migrate, where the pavement is cracked or where there's a manhole
- 10 or a drainage, storm drain, or --
- MR. NICHOLSON: So do the company crews do the annual
- 12 and the every other month or?
- MR. GARDNER: They do the every other month for
- 14 protected --
- MR. NICHOLSON: Okay.
- MR. GARDNER: -- unprotected steel --
- 17 MR. HEARD: Cast iron.
- 18 MR. GARDNER: -- plastic. But we also engage Southern
- 19 Cross to do an additional survey that's on top of what our company
- 20 crews do.
- 21 MR. NICHOLSON: Just sort of a double-check?
- MR. GARDNER: So the business districts get surveyed at
- 23 least twice a year for the plastic or protected steel, and they
- 24 get done seven times a year if they're unprotected steel or cast
- 25 iron.

- 1 MR. HEARD: That's correct.
- 2 MR. GARDNER: Six by us, once by contract.
- 3 MR. HEARD: Yeah.
- 4 MR. NICHOLSON: Okay.
- 5 MR. CHHATRE: Can you repeat that? I think I lost some
- 6 of it.
- 7 MR. GARDNER: Okay. Contract survey, we do business
- 8 districts with pipe containing plastic and protected steel on an
- 9 annual basis with our contractor. They also do that for protected
- 10 steel -- unprotected steel and cast iron. So, essentially, we do
- 11 an annual survey of business districts with a third-party
- 12 contractor. That's all that's required by the code. Beyond the
- 13 code, our internal people go into the business district six times
- 14 a year in addition to that if it's unprotected steel or cast iron,
- 15 and once a year if it's plastic or protected steel. So we over-
- 16 survey our business districts every year with both contract and
- 17 company personnel.
- MR. HEARD: Yeah, that's accurate.
- MR. GARDNER: Is that accurate, Phillip, what --
- 20 MR. HEARD: Yes. That's our company practice is to do
- 21 that and --
- 22 MR. GARDNER: And it's in our OPM that we will --
- MR. HEARD: That we do that.
- MR. GARDNER: -- perform those surveys.
- 25 MR. NICHOLSON: Okay. And the critical areas, that's

- 1 not a -- is that a regulatory definition or is that an Alagasco --
- 2 MR. GARDNER: We, we have used critical areas
- 3 synonymously to denote business district. We have changed
- 4 recently to call that business district in our procedure because
- 5 it's --
- 6 MR. NICHOLSON: That is a code language.
- 7 MR. GARDNER: But there is not a hard and fast business
- 8 district definition in the code.
- 9 MR. NICHOLSON: Okay.
- 10 MR. GARDNER: But what Phillip described to you earlier
- 11 are the characteristics of what business districts are. And you
- 12 did a good job with that. The wall-to-wall paving, the
- 13 concentration of people in buildings, what we would consider a
- 14 business district, where there is a greater consequence in an area
- 15 where we have that type of pipe.
- 16 MR. NICHOLSON: Wall-to-wall paving, was that --
- 17 MR. GARDNER: That's correct.
- MR. NICHOLSON: -- the term you used?
- MR. GARDNER: It's actually described --
- 20 MR. HEARD: It's a big concentrated -- you got, you
- 21 know, roadways, you got sidewalks from one side to the other.
- MR. NICHOLSON: Okay.
- MR. HEARD: It's the typical way we look at how we
- 24 define those business districts.
- 25 MR. GARDNER: And we have a description of that in our

- 1 operations procedure manual that is used as a guideline.
- MR. NICHOLSON: Yeah, I haven't looked through that.
- 3 Okay.
- 4 BY MR. NICHOLSON:
- 5 Q. So have you seen the Gate City area then? You've seen
- 6 where the accident occurred, right?
- 7 A. Not up close, no.
- 8 Q. Not up close. Have you seen a map or?
- 9 A. I've seen maps, yes.
- 10 Q. Okay. So just comparing that to a business district, I
- 11 mean, there was concrete over that distribution line, right? Are
- 12 you familiar with there was like a street -- what was that -- 64th
- 13 Courtway South? There's an alleyway back there over your
- 14 distribution line.
- 15 A. I'm not familiar with the layout. I mean, I'm just --
- 16 Q. Okay.
- 17 A. I have not personally been on site, but I've --
- 18 Q. I was just -- I was going -- I was curious about the
- 19 differences between a business district and this area, how gas
- 20 might find its way out. We'll let that go.
- 21 All right. Can you talk a little bit then about the
- 22 equipment that Southern Cross is using for these leak surveys?
- 23 A. They use two devices. Their survey is performed with a
- 24 Flame Pack Model 400. It's a flame --
- 25 Q. Model 400?

- 1 A. Model 400, yes.
- 2 Q. Okay.
- 3 A. It's a flame ionization unit. It's -- it has -- it's a
- 4 two-scale device. It measures gas in PPM and LEL. Now, that's
- 5 the survey instrument.
- 6 Q. Okay.
- 7 A. It's a sensitive. And if they find a leak, then they do
- 8 their follow-up pinpointing processes with a CGI device, a
- 9 Southern Cross Model H leak detector.
- 10 Q. Okay.
- 11 A. And it has two scales as well. One is LEL; the other is
- 12 percent gas.
- MR. CHHATRE: This is a bar hole, right?
- MR. HEARD: Um-hum.
- 15 BY MR. NICHOLSON:
- 16 Q. Is that a bar hole test?
- 17 A. Yeah, that would be the device that they would use to
- 18 check the bar holes.
- 19 MR. CHHATRE: CGI?
- MR. HEARD: Yes, sir.
- 21 BY MR. NICHOLSON:
- Q. So I think I got it. But they do an initial survey with
- 23 the flame ionization, and that's like a surface test?
- A. That's right.
- 25 Q. Okay.

- 1 A. It's an extremely sensitive device.
- 2 Q. Okay.
- 3 A. And then when they get the readings, they follow that up
- 4 with a bar hole test.
- 5 Q. The same person, right, immediately --
- 6 A. Yes.
- 7 Q. -- right there? Okay.
- 8 A. They could work in tandem, I guess --
- 9 Q. Oh, okay.
- 10 A. -- from time to time, but it's usually just one guy that
- 11 finds a leak and then investigates it.
- Q. And what's the -- what triggers him to do the bar hole?
- 13 I mean, if I get 5 percent LEL, I bar hole? Or is that --
- 14 A. Well, to get the --
- 15 Q. What triggers that bar hole?
- 16 A. The model H has a hose and a wand they need to insert
- 17 below the surface. So they'll knock out a little bar hole and get
- 18 that probe in the ground.
- 19 Q. So any detection limit on my flame ionization unit will
- 20 result in me bar-hole testing as a surveyor?
- 21 A. I would have to refer to the minimums on -
- 22 Q. Oh, okay.
- 23 A. -- on the prompt, because I don't remember those right
- 24 off.
- 25 Q. Okay.

- 1 A. So PPM reading is really a -- not very much of a reading
- 2 at all. But once they get that and make their determination, you
- 3 know, then they'll bar test.
- 4 Q. So it reads in either PPM or percent LEL?
- 5 A. Yes.
- 6 Q. Is that right? Okay. But not percent gas?
- 7 A. Percent gas. It's two devices. The Flame Pack has two
- 8 scales. It has the PPM scale.
- 9 Q. Oh, okay.
- 10 A. And then -- the parts per million.
- 11 Q. Right.
- 12 A. And then it has the whole explosive limit. I'm pretty
- 13 sure I'm about right about that.
- 14 Q. Okay.
- 15 A. And then they follow that up as needed with a CGI
- 16 device.
- 17 Q. And CGI is dual scale as well?
- 18 A. Yeah. In the LEL and percent gas.
- 19 Q. Okay. I had that wrong.
- 20 A. Yeah.
- Q. Percent gas on that. Okay.
- 22 A. Yeah.
- Q. Okay. And this is a walking survey? Is that how this
- 24 is performed?
- 25 A. That's how we do it now, yes.

- 1 Q. Okay. Because I had heard there was a driving survey at
- 2 one point?
- A. At one time we were doing mobiles. That's correct.
- 4 Q. Okay. Can you describe a little bit about how is a
- 5 mobile performed and what equipment?
- 6 A. The, the mobile -- Matt, on the mobile, which I'm not as
- 7 familiar with, I'm not certain because I have not ran any mobile
- 8 surveys. It's -- I don't, I mean --
- 9 Q. It's just a flame ionization strapped to the under
- 10 carriage of a --
- 11 A. It's the same method. Flame ionization is a Flame Pack.
- 12 Q. Okay.
- 13 A. They have little hoses hanging off the front bumper.
- 14 Q. Okay.
- 15 A. And they drive a certain speed. You know, it's
- 16 limitations in speed. I'm not sure exactly what they are.
- 17 Q. Okay.
- 18 A. But they drive up there with the little sniffers, hoses
- 19 on the front and they -- if they pick up something, then they
- 20 investigate it. But exactly the process in the mobile, I'm not as
- 21 familiar with.
- Q. But they have to stay on paved areas, right?
- 23 A. Yeah, I mean --
- Q. They can't just go off-roading Gate City. Okay. Was
- 25 there an issue between -- I mean, why did you abandon the mobile

- 1 for the walking? Was there an issue? Is one more sensitive than
- 2 the other?
- 3 A. No.
- 4 Q. Did Alagasco stop doing the mobile testing?
- 5 A. I don't think one is -- that had nothing to do with --
- 6 Q. Okay.
- 7 A. Sensitivity had nothing to do with it. Probably let Bob
- 8 describe why we made the transition.
- 9 MR. GARDNER: We made that transition when I had
- 10 oversight of the leak survey. When Phillip inherited leak survey
- 11 from my group, we had already made the decision --
- MR. NICHOLSON: Okay.
- MR. GARDNER: -- to go away from mobile.
- MR. NICHOLSON: Why? What was -- what's behind that
- 15 decision?
- 16 MR. GARDNER: Well, it was really an efficiency
- 17 decision. As evidenced by the information we gave you for the
- 18 2011 survey, in many areas our survey of mains was not on the same
- 19 cycle as our survey of services. Our survey of services was based
- 20 on meter reading routes. Our survey of mains was based on a
- 21 boundary that had been defined historically. And what we did is
- 22 we made a decision over time to implement a walking-only survey,
- 23 and we walked the former mobile survey boundaries, and we walked
- 24 the main and the service at the same time.
- In other words, we may be doing a leak survey of

- 1 services because of the 5 or 3-year cycle. We might be in a
- 2 neighborhood and the services might not be due the same year the
- 3 mains are due. So we might be in a neighborhood driving the mains
- 4 one year and walking the services the next year. So as we
- 5 implemented more technology, completed our mapping system, and now
- 6 with our automated meter reading system, we have a lot more
- 7 efficiency in the leak survey by walking by the main and the
- 8 service at the same time --
- 9 MR. NICHOLSON: Okay.
- 10 MR. GARDNER: -- in a given area. So it was a
- 11 combination of things, but one of the drivers was to get the
- 12 survey more efficient, because we felt like if they were walking
- 13 by the main they could also walk by the service or vice-versa.
- MR. NICHOLSON: Okay. So you don't know if one was more
- 15 accurate than the other, or was it ever compared or?
- 16 MR. GARDNER: It's been compared some, but, I think, you
- 17 know, if you're walking -- if the main is beyond the sidewalk,
- 18 between the sidewalk and the house -- or the service is between --
- 19 if the main is beyond the sidewalk, you're going to get a better
- 20 leak survey if you're walking over that main than if you're
- 21 driving by that main.
- MR. NICHOLSON: Okay.
- MR. GARDNER: It's just general. So we think we get a
- 24 better survey and a better -- more efficient survey in general.
- 25 Does that answer your question?

- 1 MR. NICHOLSON: That answers my question, yes. I think
- 2 that answers my question. So, then, just to be sure -- so was
- 3 2011 a mobile survey then?
- 4 MR. GARDNER: I'd have to go back and check. We
- 5 migrated over a period of 5 years. I think we started in -- I
- 6 believe we started in 2008 in Tuscaloosa. I'm not sure. I'd have
- 7 to go back and look at our records as far as whether that was a
- 8 mobile or walking survey of the main in Gate City.
- 9 MR. HEARD: Yeah. I'm not sure.
- MR. NICHOLSON: Okay. But everything done post-accident
- 11 was walking?
- MR. HEARD: That's correct.
- 13 MR. GARDNER: That's correct. That's correct.
- 14 BY MR. NICHOLSON:
- 15 Q. And just on that same line of thought, so there was a
- 16 survey done on December 17th post-accident, and we took with us
- 17 several exhibits, I think six, exhibits that were grade 1 leaks.
- 18 We cut the pipe out and took it back to the lab. Were you aware
- 19 of all of that? Were you aware of the findings from the
- 20 December 17th leak surveys?
- 21 O. No. No. I know that one was done. I'm not as familiar
- 22 with --
- MR. GARDNER: Are you describing, are you describing the
- 24 17th survey itself or the post, the January survey?
- BY MR. NICHOLSON:

- 1 Q. The 17th survey is what I'm curious about.
- 2 A. Yeah. Yeah.
- 3 Q. You weren't aware of --
- 4 A. The 17th survey, I was not a part of.
- 5 Q. Okay.
- 6 MR. GARDNER: That's not the contract.
- 7 MR. HEARD: The contract survey done later I was.
- 8 BY MR. NICHOLSON:
- 9 Q. That was not your contract?
- 10 A. I don't know what all we did on that day. I --
- 11 Q. You're the manager of leak surveys, right?
- 12 A. That's correct.
- 13 Q. Why wouldn't they share with you the results of the
- 14 December 17th leaks?
- 15 UNIDENTIFIED SPEAKER: Well, it's -- they just went on,
- 16 right?
- 17 UNIDENTIFIED SPEAKER: That's a good question. That's a
- 18 good question.
- 19 MR. NICHOLSON: Shouldn't we know?
- MR. GARDNER: The surveys were done by our company
- 21 personnel.
- MR. NICHOLSON: Okay.
- MR. GARDNER: Phillip does not manage the company
- 24 surveys. Those are managed by our Metro operations. He had
- 25 access to the information, but his responsibility is strictly the

- 1 contract leak survey. Therefore, he managed the contract survey
- 2 performed in January when the decision was made to execute that
- 3 survey. I mean --
- 4 MR. HEARD: Yeah. I mean, I know what -- you know, the
- 5 final result.
- 6 MR. GARDNER: This was an on-site survey with our
- 7 people. You're talking about the --
- 8 MR. NICHOLSON: So you only -- you're only involved with
- 9 the contracted leak surveys? These internal leak surveys, then,
- 10 are managed by who, the districts?
- 11 MR. GARDNER: They're managed by local -- local
- 12 operations management.
- MR. NICHOLSON: Okay.
- MR. HEARD: Yeah.
- 15 MR. NICHOLSON: Like Dave Gallagher? Does Dave
- 16 Gallagher have some of that responsibility?
- 17 MR. GARDNER: It would not specifically be Dave, but it
- 18 would be his counterpart in the system integrity program.
- MR. HEARD: It's people (indiscernible).
- MR. GARDNER: Henry Buchanan, for example.
- MR. NICHOLSON: Okay. So, then -- well, let's back up a
- 22 little.
- MR. GARDNER: So, so to be said more clearly, the
- 24 business district surveys that are performed by Alagasco
- 25 personnel, the routine business district surveys, are performed by

- 1 Alagasco personnel and are managed by a local operations manager.
- 2 MR. NICHOLSON: Right.
- 3 MR. GARDNER: The scheduled periodic contract leak
- 4 surveys that are performed company-wide are managed by Phillip.
- 5 BY MR. NICHOLSON:
- Q. Okay. And so where do the results of the leak surveys
- 7 qo?
- 8 A. The results end up in the same system, our NSAP or on
- 9 our business --
- 10 Q. How does it get there? Does Southern Cross enter them
- 11 directly?
- 12 A. For contractors, we use a -- we require Southern Cross
- 13 report their results by digital record.
- 14 Q. Okay.
- 15 A. You know, they've got a pad in the field, an iPad.
- 16 Q. Okay.
- 17 A. We load -- you know, we give them -- we load the maps
- 18 electronically, the meter locations and customers, and then their
- 19 technicians in the field use that information to record any of the
- 20 results that they find in the field.
- Q. And that's a relatively new development?
- 22 A. Yeah. Yeah.
- Q. What would have been in place in 2011?
- A. Paper.
- Q. Paper. Okay.

- 1 A. Yeah.
- 2 Q. Okay. And then how would that paper get entered into
- 3 SAP?
- A. Well, at that time, for the contractor, they would fill
- 5 out a hard copy leak report for each leak that they found.
- 6 Q. Okay. And give that to you?
- 7 A. And from there it would go through the local leakage
- 8 coordinator who would --
- 9 Q. Oh, okay.
- 10 A. Yeah. I mean, we didn't -- we weren't organized at that
- 11 time. Typically, the local supervisor/coordinator would receive
- 12 those reports from the field and at some point a clerk would take
- 13 those reports and put them into our business system.
- Q. So it stays at the local level?
- MR. GARDNER: If the leak -- are you asking about the
- 16 leak records for the leak survey or --
- 17 MR. NICHOLSON: Yes.
- 18 MR. GARDNER: -- the survey record in general?
- 19 MR. NICHOLSON: The leak survey. If they find a leak --
- 20 MR. GARDNER: If they find a leak --
- MR. NICHOLSON: -- they fill out a leak --
- 22 MR. GARDNER: That leak would be documented in our SAP
- 23 system.
- MR. NICHOLSON: How does it get there though?
- 25 Back in 2011 --

- 1 MR. GARDNER: It would be entered whether -- today is
- 2 different --
- 3 MR. NICHOLSON: Well, at a local -- at a district level?
- 4 MR. GARDNER: Yeah. Today it's different because it's
- 5 gone electronic.
- 6 MR. HEARD: It would be electronic.
- 7 MR. GARDNER: But in 2011, which Ed Guy (ph.) could
- 8 comment on this, as well, later. It was generated -- a piece of
- 9 paper was given to --
- 10 MR. NICHOLSON: Got it.
- 11 MR. GARDNER: -- was given to us from Southern Cross.
- MR. NICHOLSON: Who's us?
- MR. GARDNER: Alagasco, a local Alagasco representative.
- MR. NICHOLSON: A local -- okay.
- 15 MR. GARDNER: Each work location, division office,
- 16 had -- still has a person who is a point of contact locally for
- 17 the survey, but the paper ticket was handed to the local person
- 18 designated as being the leak survey coordinator. And then they
- 19 would -- they or their representative would enter the ticket into
- 20 our SAP system and go through our normal process.
- 21 MR. NICHOLSON: Which would also create a work order to
- 22 be in effect? Okay.
- MR. GARDNER: Right.
- BY MR. NICHOLSON:
- 25 Q. And now -- so, now, fast-forward to January 2014. Now

- 1 they're doing it electronically from an iPad.
- 2 A. And we started that process in January of 2013.
- 3 Q. Okay.
- A. And, basically, we get the same information we always
- 5 got in the hard copy reports just sent to us digitally.
- 6 Q. Okay.
- 7 A. The iPads are downloaded to an FTP site. Reports are
- 8 prepared. We go get those reports, bring them into our mapping
- 9 system at that point as data points on our mapping system. When
- 10 the leaks are reported, we have a method to send those to SAP, and
- 11 we create the orders from that data. There's no clerk involved
- 12 in --
- 13 Q. Yeah, manually.
- 14 A. Yeah. We just -- we automated that.
- 15 Q. Okay. And then, as far as the maps, I thought I heard
- 16 you say you download the maps now to these iPads for the
- 17 technicians?
- 18 A. We do, we -- on surveys that are due that have to do
- 19 with main and service, we take the, you know, area that's due for
- 20 survey --
- 21 O. Um-hum.
- 22 A. -- and we upload it into a secure site. It's called an
- 23 FTP site. And that's where the leak contractor picks up the
- 24 information from that site and then they actually do the
- 25 downloading into the handheld pads that the technicians use.

- 1 Q. Okay. And that is a map -- have you supplied us one of
- 2 those maps? I can't remember. It shows -- does it show the
- 3 distribution main and the service lines?
- 4 A. It shows the distribution mains, some service lines, not
- 5 all.
- 6 Q. Okay, because I know we had this conversation when I was
- 7 on site before, about what maps the leak surveyors have.
- 8 MR. GARDNER: Yeah. We -- well, you know, we gave you a
- 9 map of 2011 that the leak surveyors used and signed as the record
- 10 for the 2011 part.
- 11 MR. NICHOLSON: Okay. And was distribution only?
- MR. GARDNER: Yes.
- MR. NICHOLSON: Okay.
- MR. GARDNER: And it was manual.
- 15 MR. NICHOLSON: Because that's all they were surveying?
- MR. GARDNER: On that survey, yes.
- 17 MR. NICHOLSON: Okay.
- 18 MR. GARDNER: And our services, in general, are not
- 19 depicted in our mapping system. They're now depicted as dots
- 20 because our meters are -- we've got a GPS on all of our meters.
- 21 Those are depicted as a point in the map, so that gives them
- 22 quidance today, but we did not have that in 2011.
- MR. HEARD: No, we -- all our meters, because they more
- 24 are left on now, I mean, we know within a reasonable distance
- 25 where they're at.

- 1 MR. NICHOLSON: Okay. So they got a map of the
- 2 distribution mains, but how are they doing the service mains then
- 3 if they didn't have maps of the service lines?
- 4 MR. GARDNER: In 2011?
- 5 MR. NICHOLSON: Yes.
- 6 MR. GARDNER: They were given -- I think I showed you
- 7 one yesterday -- were given a list of addresses to perform --
- 8 MR. NICHOLSON: Okay. So in 2011, they were doing it by
- 9 meter -- okay.
- MR. HEARD: Right.
- MR. GARDNER: Really, by meter-reading route, we could
- 12 say these routes are due in a given year --
- MR. NICHOLSON: Okay.
- MR. GARDNER: -- in this boundary.
- 15 MR. NICHOLSON: And then in 2013, did that change to the
- 16 dots that you're talking about, the dashes?
- MR. HEARD: Yeah.
- 18 MR. GARDNER: Yes. We did away with essentially -- what
- 19 we used to do is give them a paper map with a name and then a list
- 20 of routes with addresses for the services. And what Phillip's
- 21 group implemented did away with the paper listing of addresses and
- 22 the paper copy of a map that we printed and handed off to them.
- MR. NICHOLSON: But the dot -- do we have a printout of
- 24 one of those maps with the dot, because the dot is the meter,
- 25 right? And then you knew where the distribution is. It's just a

- 1 straight line connecting the two?
- 2 MR. GARDNER: It can be.
- 3 MR. NICHOLSON: Okay.
- 4 MR. GARDNER: Yeah, but you've not -- what you haven't
- 5 seen are the leak survey -- like if you want to see a leak survey
- 6 boundary that Gate City is was in, for example, that could be
- 7 provided. It's just basically a -- what we do is we have a
- 8 polygon around the distribution system. We may have three 3-year
- 9 polygons and five 5-year polygons in Birmingham. So this year
- 10 polygon A and polygon 1 are due; A being A, B, C or 1 through 5.
- 11 So we may have A and 1 due this year and then B and 2 next year.
- MR. NICHOLSON: Right. Okay.
- 13 MR. GARDNER: 3 and 4, and then A and 5.
- MR. HEARD: They're staggered.
- 15 MR. GARDNER: Staggered. But, you know, we have -- each
- 16 division has a -- and has had, historically, these boundaries
- 17 defined. And they were typically defined by the mains, the mobile
- 18 survey boundary.
- 19 MR. NICHOLSON: Okay.
- MR. GARDNER: That's what we've incorporated into this
- 21 walking service of the mains that --
- MR. HEARD: That they're now walking.
- 23 MR. GARDNER: -- that ultimately led to Phillip being
- 24 able to push that information out. So we provide them with a
- 25 boundary that's due in a given year.

- 1 MR. NICHOLSON: Okay.
- 2 MR. GARDNER: And in that boundary, they survey mains
- 3 and services.
- 4 MR. NICHOLSON: Right.
- 5 MR. GARDNER: And they've got the associated
- 6 information.
- 7 BY MR. NICHOLSON:
- 8 Q. Okay. As far as Southern Cross is concerned, how do
- 9 you -- all right, is this -- is part of your responsibility making
- 10 sure that their equipment is calibrated?
- 11 A. Not on a daily basis, no. They report that to us.
- 12 Q. Okay.
- 13 A. I don't witness any calibration. We require that they
- 14 use, of course, calibrated instruments. which they do. I mean,
- 15 they --
- 16 Q. Calibrated, how often are they required to be
- 17 calibrated?
- 18 A. The Flame Pack is checked every day, but I want you to
- 19 understand the check for proper operation and calibrating may be
- 20 two different things as well.
- 21 Q. Okay.
- 22 A. There are manufacturer's guidelines on doing that very
- 23 thing. I don't know what they are sitting here. I know that they
- 24 document that they check their instruments for proper operation
- 25 daily and document that.

- 1 Q. And that's provided to you?
- 2 A. That's provided to the supervisor who works with me.
- 3 Q. Okay. Who's that supervisor?
- 4 A. Patrick Maddox.
- 5 Q. And then is -- and that's just a operational check?
- 6 A. That's correct.
- 7 Q. But as far as whether it's actually accurate when you're
- 8 predicting percent LEL --
- 9 A. Yeah. It's supposed to, if it's just detecting like it
- 10 should.
- 11 Q. Well, is there like an annual calibration then beyond
- 12 that?
- 13 A. There is, but I don't -- I think it's a 6-month --
- 14 Q. Okay.
- 15 A. -- on a Flame Pack. On the CGI it may have a different
- 16 time frame, but they're -- I just don't know what the -- I don't
- 17 know and don't remember right off in terms of calibration what
- 18 those times, recommended time frames are.
- 19 Q. That's fine. But the requirement is for them to provide
- 20 these certs on that.
- 21 A. That they check their instrument for proper operation
- 22 daily.
- Q. Okay. Daily?
- 24 A. Yes.
- Q. And that they calibrate them at some frequency?

- 1 A. That they -- yes.
- 2 Q. And provide certs to your department?
- 3 A. Provide what?
- 4 Q. Certifications or proof?
- 5 A. If we ask for them.
- 6 Q. Only if they're requested?
- 7 A. Yes.
- 8 Q. Okay. So we talked about frequency a little bit. Would
- 9 there ever be an instance when a frequency would be reduced, say,
- 10 it was a 3-year that you found X number of leaks and put it on a
- 11 1-year? Is there any room for that? Or is it just mandated
- 12 unprotected and cast iron is 3 years unless it's business
- 13 district?
- 14 A. Yeah, let me make sure I understand. If our system's in
- 15 a 3-year survey, it remains in a 3-year survey because it has cast
- 16 iron or unprotected steel pipe in it.
- 17 Q. Okay.
- 18 A. As far as I know, there's no other criteria.
- 19 Q. Okay.
- A. We have a 3-year or 5-year.
- Q. It just falls in one of those bins?
- 22 UNIDENTIFIED SPEAKER: A 3 or 5; that's right.
- MR. NICHOLSON: So you never -- I guess I was looking
- 24 for maybe a process where you would look at the results and then
- 25 from those results maybe you determine the frequency isn't right.

- 1 Is that -- isn't there a regulatory requirement -- or not a --
- 2 isn't there a -- you can set it at a 1, 3 or 5 based on the
- 3 results you're getting. Is that correct?
- 4 MR. GARDNER: Well, you had to do it every --
- 5 regulatory-wise, you have to do unprotected steel and cast iron at
- 6 least every 3 years.
- 7 MR. NICHOLSON: At least. Okay.
- 8 MR. GARDNER: And protected steel and plastic at least
- 9 every 5 years.
- MR. NICHOLSON: Okay.
- 11 MR. GARDNER: But you can elect to do it differently.
- 12 But to my knowledge, there's not a regulatory requirement to
- 13 evaluate the data.
- MR. NICHOLSON: Okay.
- 15 MR. GARDNER: Some companies have even gone to a 4-year
- 16 interval. They've got an exception from PHMSA to do everything on
- 17 a 4-year cycle --
- 18 MR. NICHOLSON: Okay.
- MR. GARDNER: -- just for efficiency. But, no, to my
- 20 knowledge, there's not a requirement.
- 21 MR. NICHOLSON: And Alagasco doesn't have a formal
- 22 process where they review these frequencies based on a review of
- 23 the results from the last leak survey?
- MR. GARDNER: No.
- MR. NICHOLSON: It doesn't sound like that.

- 1 MR. GARDNER: No. But like, for example, in the
- 2 business district we over-survey --
- 3 MR. NICHOLSON: Right, on a monthly.
- 4 MR. GARDNER: -- beyond the requirement.
- 5 MR. NICHOLSON: Right.
- 6 MR. GARDNER: So we would be in tune with the business
- 7 district more than anything.
- 8 MR. NICHOLSON: Yeah. You can't get tighter than --
- 9 MR. GARDNER: Right.
- 10 MR. NICHOLSON: -- every other month.
- 11 MR. GARDNER: That is correct.
- MR. NICHOLSON: But out in the outlying areas it's just
- 13 a 3-year. Well, it's just a 3 year.
- MR. GARDNER: Right.
- 15 MR. HEARD: Let me, let me put this in there too so
- 16 you'll have all the information you've asked for?
- 17 MR. NICHOLSON: Sure.
- 18 MR. HEARD: We've talked about the business district
- 19 survey. We've talked about 3 and 5-year. We do a public building
- 20 survey.
- BY MR. NICHOLSON:
- Q. A public what?
- A. A public building.
- 24 Q. Okay.
- 25 A. So we could survey that we -- it's large churches,

- 1 auditoriums, that type thing.
- Q. Okay. That's services, isn't it?
- 3 A. It's service-only survey.
- 4 Q. Okay.
- 5 A. We don't technically survey any mains other than in the
- 6 process you pick up some main occasionally, but we survey the
- 7 service lines to those buildings once per year.
- 8 Q. And that's done by company personnel or --
- 9 A. That's done by contractors.
- 10 Q. That's done by Southern Cross?
- 11 A. Yeah. Southern Cross does the public buildings.
- MR. GARDNER: As far as Southern Cross's survey.
- MR. NICHOLSON: So you do have a process where you've
- 14 identified special locations that would require more frequent --
- MR. GARDNER: Yes.
- 16 MR. HEARD: Yeah. It's part of our process, processes
- 17 that we do.
- MR. NICHOLSON: But what --
- MR. GARDNER: Loosely, that's areas of public assembly.
- 20 It's in our procedure manual as well, but that's reviewed on a
- 21 regular basis and the records are maintained, similarly, today as
- 22 they are for the mains and services.
- MR. HEARD: Yeah. They're part of our every-year
- 24 surveys.
- BY MR. NICHOLSON:

- 1 Q. Okay. Was there anything different about the
- 2 January 14th survey in Gate City than was conducted in 2011? Were
- 3 they both walking surveys? Both Flame Pack?
- 4 A. In regards to the instrumentation and the --
- 5 Q. No, how it's carried out. Well, we've said we don't
- 6 know if it was driving.
- 7 A. It was the same. Yeah, I don't --
- 8 Q. Same, same route?
- 9 A. Yeah.
- 10 Q. Okay. Same people?
- 11 A. I really don't know. I don't, I don't pretty much know.
- 12 Q. How any people are we talking about on this contract?
- 13 A. Memory, there were -- most times it was four surveyors
- 14 out there.
- 15 Q. Four just for Gate City or --
- 16 A. Just for Gate City. If we're talking about --
- 17 MR. GARDNER: In January? Are you talking about
- 18 January?
- 19 MR. HEARD: January --
- MR. NICHOLSON: Let's talk about January.
- MR. HEARD: Yeah.
- BY MR. NICHOLSON:
- 23 Q. Four.
- A. Yeah. There's typically four out there.
- Q. Okay. And as far as the training and qualifications of

- 1 these Southern Cross personnel, how do you ensure that the people
- 2 out there doing their leak surveys are actually qualified
- 3 technicians? I mean, does Southern Cross provide you
- 4 information? Does Alagasco train these people?
- 5 A. They do, and they go through the same operator
- 6 qualification training that we would go through.
- 7 O. Which is what? Who --
- 8 A. Well, the -- I'm not sure what all the OQ leak detection
- 9 part entails exactly to name those for you. They go through an
- 10 operator-qualification training --
- 11 Q. Okay.
- 12 A. -- before they can work for us.
- Q. And they supply written verification of these people and
- 14 this training and qualifications to you?
- 15 A. If we ask them for it, yes.
- 16 Q. Oh, okay.
- 17 MR. GARDNER: I think they provide it to our technical
- 18 training department.
- MR. HEARD: Yeah, and that part I don't know the timing.
- MR. GARDNER: We can clarify that with Randy Donaldson.
- MR. HEARD: Yeah.
- 22 MR. GARDNER: They're contractually required to have OQ-
- 23 certified leak survey technicians.
- MR. HEARD: That's correct.
- BY MR. NICHOLSON:

- Q. Okay. So, the work that's done by the leak surveyors
- 2 goes -- stays at a local level. It's not something you review?
- 3 Your job is to manage the contract and make sure you have enough
- 4 resources, people, available to manage the backlog?
- 5 MR. GARDNER: You do get the results from the survey.
- 6 MR. HEARD: Yeah, I -- I mean, I see the leakage
- 7 results.
- 8 BY MR. NICHOLSON:
- 9 Q. Do you do anything with those results other than map
- 10 them? Are you reviewing them to see, oh, grade 1 leaks are up;
- 11 grade 2 leaks are down? Are you doing anything with that
- 12 information, any analysis?
- 13 A. We do a lot of analysis tracking the surveys in terms of
- 14 progress. We --
- 15 Q. Progress as far as?
- 16 A. Progress in verification, if the surveys are being
- 17 performed in a workman-like manner.
- 18 Q. Okay.
- 19 A. That the surveys, that they're doing what we asked them
- 20 to do. In other words, we review and analyze the data we get back
- 21 through this electronic reporting to be sure that they are in the
- 22 areas that we have assigned to them.
- Q. All right. But you don't -- you never send anyone out
- 24 to verify that the grade 1 they said was a grade 1? You don't
- 25 send internal people out ever to do spot checks on the --

- 1 A. Well, on grade 1s, those are call-ins from the field.
- 2 Q. Okay.
- 3 A. We don't see those.
- 4 Q. What about grade 2?
- 5 A. Grade 2s are transmitted through our digital process,
- 6 reporting processes. Do we send somebody back immediately after a
- 7 grade 2 report? Is that what --
- 8 Q. Yeah. Do you ever check the work that comes in from
- 9 Southern Cross to make sure that what they say is a grade 2 is a
- 10 grade 2?
- 11 A. We do not have a formal process for that. We know where
- 12 the leak location is. We -- and there's more than one way to
- 13 detect, you know, sources of -- detect a leak. If it's got odor,
- 14 then we --
- 15 MR. GARDNER: Well, we do respond to it eventually.
- 16 MR. NICHOLSON: Well, I know you get to it eventually.
- MR. GARDNER: Yeah --
- 18 MR. HEARD: But for us to go out and verify their work
- 19 the next day or a month from now, no.
- 20 BY MR. NICHOLSON:
- Q. I mean, just like a spot check? Okay. What about these
- 22 month-to-month or every-other-month inspections in the business
- 23 districts? Do you see, I mean, do you see a lot of differences in
- 24 those surveys? Nothing one -- say, nothing in one survey and then
- 25 a month later, you know, in a follow-up survey you see leaks, or

- 1 does it stay fairly static?
- 2 A. It's fairly consistent.
- 3 Q. Okay.
- 4 A. We don't see --
- 5 Q. Spot changes?
- 6 A. No. I mean --
- 7 Q. So, is it surprising that in Gate City we found a large
- 8 number of leaks -- well, at least six, that we took back with us
- 9 in December, and then in January on a follow-up survey by Southern
- 10 Cross they found another -- I don't know, how many leaks did you
- 11 find?
- MR. GARDNER: Ninety-six.
- 13 BY MR. NICHOLSON:
- 14 Q. Ninety-six? Ninety-six leaks a month later?
- 15 A. Now, I --
- 16 Q. Okay. In your experience that's normal, par for the
- 17 course?
- 18 A. I'm not sure I would -- I don't, I don't know.
- 19 Q. Okay. That's fair. Because you -- well, you didn't
- 20 look at the data, I'd suppose, anyhow.
- MR. NICHOLSON: I'll ask you, Bob, is it -- I mean, is
- 22 that unusual? If you do a month-to-month in the business
- 23 districts, do you see that kind of disparity between a month and 2
- 24 months?
- MR. GARDNER: Not that I'm aware of, no. No.

- 1 UNIDENTIFIED SPEAKER: It's probably worth talking to
- 2 David Gallagher about that because the leak survey that was done
- 3 on the 17th was probably not a leak survey as like Southern Cross
- 4 would do.
- 5 MR. GARDNER: And that is accurate, because it was one
- 6 in which we were looking for immediate issues in response to what
- 7 had happened, whereas the one that --
- 8 MR. NICHOLSON: Well, it was the Alagasco crew.
- 9 MR. GARDNER: It was Alagasco people doing it.
- MR. NICHOLSON: And they're trained the same as the
- 11 Southern Cross?
- MR. GARDNER: They are. But they were, they were not --
- 13 they were reacting to the emergency more than they were going
- 14 through a methodical process such as Southern Cross would do.
- 15 They were, they were -- I think --
- 16 MR. NICHOLSON: They were seeking out certain --
- 17 MR. GARDNER: -- David could answer -- perhaps David
- 18 could comment better on what they actually did on that survey and
- 19 how that would compare, but I think that is a good distinction.
- 20 MR. NICHOLSON: Okay. Okay. I don't have anything
- 21 else. I'll pass it off. Ravi seems to have disappeared. I'll
- 22 pass it off to Keith.
- UNIDENTIFIED SPEAKER: Keith, do you have anything?
- MR. NICHOLSON: Nothing for the record. Bob, anything
- 25 you want to clarify?

- 1 MR. GARDNER: No, I do not. Thank you.
- 2 MR. NICHOLSON: Okay. Since Ravi is out, we want to
- 3 give him an opportunity to ask you some questions. Why don't we
- 4 take a 5-minute break and -- we'll go off the record.
- 5 (Off the record.)
- 6 (On the record.)
- 7 MR. NICHOLSON: Okay. We are back on the record with
- 8 Phillip Heard, leak survey. Ravi, do you have questions for
- 9 Mr. Heard?
- 10 MR. CHHATRE: Yeah. I got a few questions.
- BY MR. CHHATRE:
- 12 Q. And I'm going back to the leak surveys, the contractor
- 13 and the in-house leak surveys you guys do. For clarifying in my
- 14 own mind, the business district leaks are being done by a
- 15 contractor once a year and company does internally every 2 months.
- 16 Is that correct or?
- 17 A. I'm not sure. The instrument that --
- 18 Q. No, no. Business district leak surveys that you guys do
- 19 is contracted out for a once-a-year survey and in-house survey is
- 20 done every 2 months?
- 21 A. For the -- oh, for the business district survey?
- 22 Q. Yeah. Right.
- 23 A. The company crews do the every other month --
- Q. Right.
- 25 A. -- for cast iron unprotected.

- 1 Q. Right.
- 2 A. And they do an annual for protected and plastic. The
- 3 contractor does once each annually.
- 4 Q. Yeah. Okay. And that includes all pipelines?
- 5 A. It includes those in our business district.
- Q. Right. But all: plastic, protected steel and
- 7 unprotected cast iron.
- 8 A. Contractor does each regardless. They're going to do it
- 9 one time annually --
- 10 Q. Yeah. One. Okay.
- 11 A. -- in addition to what our crews already do.
- 12 Q. Right. And the company data goes somewhere else and the
- 13 contractor data comes to you; is that correct?
- 14 A. Let me try to explain this. Company, if you're talking
- 15 about data for the leak --
- 16 Q. Leak survey.
- 17 A. It's done from inside their truck. We have a computer
- 18 system that those guys use inside the truck that they enter that
- 19 information. An order is created in the system. It ends up in
- 20 the same place in our SAP application.
- 21 Q. Okay.
- 22 A. The contractors -- it actually hits -- I mean, it's very
- 23 similar. It's an FTP site which is forwarded on to us from there.
- 24 We extract that from that site.
- 25 Q. So --

- 1 A. Eventually, it ends up in the same place as a work
- 2 order.
- 3 Q. Okay. So who puts the contractor data into your SAP
- 4 system?
- 5 A. A couple of the guys that report to me.
- 6 MR. GARDNER: Ravi, I'm sorry. You said who puts the
- 7 contractor data --
- 8 MR. CHHATRE: Into the system. I mean, I --
- 9 MR. GARDNER: -- into our SAP system?
- MR. CHHATRE: Yeah. What I just heard, Bob, was, right,
- 11 these days the company people, company employees, through the
- 12 computer system, that data gets directly into your system, right?
- 13 Am I understanding that correct?
- MR. GARDNER: Yeah.
- BY MR. CHHATRE:
- 16 Q. Leak survey information goes directly into wherever it's
- 17 supposed to go, mapping or --
- 18 A. Yeah. We pull it from them into our mapping system
- 19 first.
- 20 Q. Right.
- 21 A. We map the results. We know where the leaks -- the
- 22 leaks are lat/long.
- Q. Right.
- A. They're paths of bread crumbed. We know where they
- 25 walked or where they didn't walk. And we take that data, download

- 1 it in our, what we call our -- it's our map -- we call it MAGI.
- 2 It's our mapping system.
- 3 Q. Okay.
- 4 A. And retain that and we send the leak data as well to our
- 5 IT group who converts that information into a work order.
- Q. Right. Okay. And then the contractors' leak survey
- 7 data, how does that get into your SAP and MAGI and --
- 8 A. Yeah. I'll just describe that they -- we pull it from a
- 9 site that's put there in former reports.
- 10 Q. And your group --
- 11 A. And then my group extracts that and pushes into our
- 12 mapping system.
- Q. Okay, MAGI?
- 14 A. Yes, sir.
- 15 Q. Okay.
- 16 A. And then we take the leaks themselves and then we send
- 17 those to our IT group who runs them through a process to create
- 18 the work order.
- 19 Q. Okay. So, on -- who compares the data to see if the
- 20 leak information is matching? If company crew does a survey and
- 21 finds a grade 2 leak, for example. Let's just take an example of
- 22 unprotected cast iron at location A. And then the contractor
- 23 comes in once a year, who checks that they also saw that leak as
- 24 grade 2 or they did not see the leak at all? Who does that cross-
- 25 check? Do you understand what I'm saying?

- 1 A. Ravi, I see what you're saying. For me to say that we
- 2 don't do some type of this doesn't look right or this looks right,
- 3 would not be correct. We do that. But for us to sit down and
- 4 compare, okay, well, the contractor found X amount of leaks in
- 5 this area and the company found this amount of leaks, they're
- 6 not -- we don't necessarily do a one-to-one comparison on end
- 7 results.
- 8 Q. So there is a process that says -- I guess what I'm
- 9 trying to connect in my own mind as to if there is a grade 2 leak
- 10 that your crew found, in theory, the contractor should also see
- 11 the same thing in --
- 12 A. I have seen that occur.
- Q. But my question really is, is there a process in place
- 14 that says when the contractor information comes in, do this, this
- 15 and this to match to see whether there is a discrepancy or there
- 16 is no discrepancy? Is there a document in place?
- 17 A. What I think I hear you saying is, if the company found
- 18 it and it's a grade 2 leak, then if a contractor 6 months later
- 19 doesn't find it, then maybe something's wrong. Is that --
- 20 Q. I'm not saying something is right or wrong. I'm just
- 21 saying there has to be some way of -- I mean, the whole purpose of
- 22 data is to analyze the data.
- 23 A. Yeah.
- Q. Not just compiling it. And so I'm just trying to find
- 25 out in the analysis process do you guys have a -- some set of

- 1 procedure in place that says this is the way you should compare
- 2 the data at all, or is it just done if you feel like it or if
- 3 there's some -- I mean, is there a documentation or process in
- 4 place or no place? There is no documentation or procedure that
- 5 says this is the way it should be done?
- 6 A. No, but I want to tell you this. And I've been around a
- 7 pretty good while. We do contract and company survey a lot for
- 8 one validating the other, in and of itself, if you see what I'm
- 9 saying. We don't just do the critical area, necessarily, just
- 10 with the company crew or contract crew. We do it with both.
- 11 And I think that's a -- part of the reason for that is
- 12 that you got two separate parties. To say that one may turn in a
- 13 lot more leaks than the other, I don't see that in the data.
- 14 There are different times that repairs are made. If the company
- 15 crew turns in a leak on a survey, it may, in fact, get repaired
- 16 before the contractor ever reaches the same area in their survey.
- 17 So I'm not -- I see your point. We don't have a formal process
- 18 that says match this. So --
- 19 Q. Okay. I get the short answer is no. But, I mean -- the
- 20 reason I'm asking this is, how will you know if a grade 3 is
- 21 becoming a grade 2 in 3 months? That would ring some sort of
- 22 alarm in your mind that, look, 3 months ago, Mike first saw a
- 23 grade 3 or classified it as grade 3; now, 6 months later, the
- 24 contractor came in, sure enough, he or her sees the leak at the
- 25 same location but now the classification is not grade 3 but

- 1 grade 2, indicating that there is a, maybe, an increased problem.
- 2 A. Yeah.
- 3 Q. I'm not saying that there is a problem, but -- I mean,
- 4 that -- what I'm really missing here is the data are generated,
- 5 but the whole purpose of data is to kind of give you some kind of
- 6 a check, cross-check information, right, that you can utilize
- 7 that? And it looks like you had nice data coming in --
- 8 A. Well, and we -- and I understand what you're saying, and
- 9 I can tell you this. We've not had the technology to do what
- 10 we're doing. The reason we're doing what we're doing is we have
- 11 the technology. We have not always had that technology. We're
- 12 developing. There are many, many ways that we can use that data.
- 13 Getting it in, organizing it, putting it in a form that we can
- 14 understand and compare, because you have to, you have to be
- 15 careful when you start comparing results of one survey to the
- 16 other.
- 17 For example, if I want to know, you know, why a leak --
- 18 we found more leaks this year than last, I can't really go back
- 19 and look at last year. I got to go 3 years back. I got to match
- 20 the survey timing. So, we're just now getting the technology that
- 21 gives us the ability to make sure we're comparing apples to
- 22 apples. A fully developed -- we've got a system in place now that
- 23 we're particularly pleased with, with the digital recording, the
- 24 bread-crumbing, the landmarking of leaks, the lat/longing. We
- 25 hadn't always had the technology to do that, so --

- 1 Q. Well, that's fine, and I understand.
- Now, doing the business district, one of the things you
- 3 mentioned about these cracks in concrete are because the
- 4 concrete's covering it and you are doing it more frequently?
- 5 A. Right.
- 6 Q. Is concrete or asphalt an issue in detecting the leaks
- 7 for when the crew walks over the pipeline or that has never been
- 8 an issue for you guys?
- 9 A. Is it an issue? Or, you mean, in terms of hiding or not
- 10 disclosing --
- 11 Q. Yeah. Finding or --
- 12 A. These quys, these leak technicians, our folks, are
- 13 trained to seek out openings. Bob mentioned it a while ago. We
- 14 try to get the cracks --
- 15 Q. Um-hum.
- 16 A. -- street patches where the main may have been repaired
- 17 or a water box or a gas valve box. We try to get to those
- 18 openings. You know, riser locations, around those --
- 19 O. Yeah.
- 20 A. -- power poles, anywhere that we can find where that
- 21 surface has been interrupted are the types of places they check on
- 22 these surveys.
- Q. Really, the concrete really is not a major issue in
- 24 terms of identifying if there is a leak, pretty much, then? The
- 25 concrete or asphalt is not an issue in terms of doing the job

- 1 properly?
- 2 A. Concrete and asphalt don't in and of itself prevent you
- 3 from finding a leak. I mean, it doesn't. It makes you have to --
- 4 we do more frequent surveys.
- 5 Q. Um-hum.
- A. You don't have a wide open -- you don't have prairie. I
- 7 mean, it's asphalt and concrete. But it's survey-able is what
- 8 I'm, I'm saying to you.
- 9 Q. Okay. Now, in the residential areas Alagasco's crew do
- 10 not perform any surveys?
- 11 A. Alagasco crews?
- 12 Q. Yeah.
- 13 A. We have crews that do those, yes.
- 14 Q. In residential areas also?
- 15 A. They do business district surveys.
- 16 Q. Okay, but not -- I mean, I'm kind of differentiating
- 17 businesses and -- like Gate City will be a residential, not --
- 18 MR. GARDNER: You said residential -- was the question
- 19 do Alagasco crews perform leak surveys in residential areas?
- MR. CHHATRE: Correct. Correct.
- MR. GARDNER: I think that answer would be typically no,
- 22 that we don't --
- MR. CHHATRE: No. That's why I thought. I just want to
- 24 confirm that.
- MR. GARDNER: Residential areas as opposed to business

- 1 districts.
- 2 MR. HEARD: Oh, yeah.
- 3 MR. GARDNER: Yeah.
- 4 MR. CHHATRE: That's what I wanted to make sure. Okay.
- 5 BY MR. CHHATRE:
- 6 Q. And I guess earlier you answered the question. Who --
- 7 you said the contractor crew or whoever the people are performing
- 8 the survey, if you ask for it, their qualifications will be
- 9 provided to you?
- 10 A. If I personally ask for it, they would provide it, if
- 11 that's what you're asking me. They are required contractually to
- 12 work with people who are qualified to do the work.
- Q. But your contract with Southern Cross does not require,
- 14 does not require the crew when they come in to do a survey to
- 15 provide those documentation?
- 16 MR. GARDNER: I think they had to provide that in
- 17 advance of the survey. They had to send us a list. Randy can
- 18 comment on this better, but we require that they have qualified
- 19 people. And, to my knowledge, we also require them to submit
- 20 those verifications of their OQ numbers to our technical training
- 21 department, and that's on file before they can go to work for us.
- MR. CHHATRE: Okay. So --
- MR. GARDNER: If they have somebody leave and they
- 24 replace them, they've got to have that information documented with
- 25 the people that monitor that for all of our contractors.

- 1 MR. CHHATRE: But training department is different than
- 2 the actual -- the contract. I think you --
- MR. GARDNER: Well, the OQ program is not managed by
- 4 Phillip --
- 5 MR. CHHATRE: Right.
- 6 MR. GARDNER: -- or me, for example.
- 7 MR. HEARD: Thank you.
- 8 MR. GARDNER: That's managed by the technical training.
- 9 MR. CHHATRE: Right. So, how does the information get
- 10 transferred? If they're saying the crew coming on January 18, we
- 11 are the people coming in and we are qualified, how would the
- 12 person who is monitoring them would know that these are different
- 13 people than actually -- I mean, the people can get sick. How
- 14 would, how would anybody know if --
- 15 MR. GARDNER: I would request that, if you don't mind,
- 16 that we ask that question to Randy Donaldson --
- 17 MR. CHHATRE: Okay.
- 18 MR. GARDNER: -- because he understands that. I think I
- 19 know the answer. but I would prefer him to answer --
- MR. CHHATRE: Sure. That's fair.
- MR. GARDNER: -- on our behalf.
- 22 MR. CHHATRE: That's fair. Not an issue here.
- BY MR. CHHATRE:
- Q. And do you have a process where you actually QC the
- 25 contractors who work, a random check, that they did the survey on

- 1 a particular street? That your crew or somebody goes in and makes
- 2 sure that their data matches with the --
- 3 A. The crews themselves, when they go there to repair the
- 4 leak. You know, if it's not like it's reported, we know it.
- 5 Typically, you don't get a lot of complaints about that.
- 6 Q. No, I guess my -- let me rephrase the question. If I'm
- 7 your contractor and I learn on street A there is a -- do a survey,
- 8 and I come back and said no reportable leaks, do you guys go back
- 9 and double-check that to make sure that I didn't miss anything?
- 10 Just like a QC system, you know, you have qualifications, quality
- 11 control. You want to check that they are right.
- 12 A. What we do is go look and make sure that the data
- 13 supports that they were there.
- 14 Q. Okay.
- 15 A. We don't go back right away and necessarily see if we
- 16 can find a leak ourselves. We do make sure that they survey where
- 17 we told them to survey.
- 18 Q. So, I quess -- okay. How do you know that the job is
- 19 done right? I mean, I'm not saying they are not doing it right,
- 20 but I'm saying there should be some kind of a quality control
- 21 check. You are paying a contractor to do a job. How do you know
- 22 your contractor is not making a mistake or -- there is nothing --
- 23 there is no process that every so many miles you will do a QC
- 24 check?
- 25 A. At this point we are at the point where we can go in and

- 1 verify that they were there and where they were supposed to be.
- 2 Q. Right. But, I mean -- okay --
- 3 A. But whether or not, right behind them, they didn't pick
- 4 up a leak -- and I know that -- I think I know what you're asking
- 5 me. We got to remember though even if you QC, necessarily, it
- 6 doesn't mean that one or the other --
- 7 Q. I agree, I agree completely.
- 8 A. I mean --
- 9 Q. It's just one more assurance.
- 10 A. A snapshot of time of a visit to a site.
- 11 Q. It's basically one more assurance for you that --
- 12 A. So, if my crew, if my contract crew went there and
- 13 didn't find a leak and then 3 weeks later I sent somebody there to
- 14 QC and they didn't find -- and then they found a leak, I mean, I'm
- 15 not at the point where I can figure out how to say you missed that
- 16 leak. I mean --
- 17 Q. Okay. I'm not -- no, that --
- 18 A. That's not fully, that's not fully developed, and that
- 19 would be the --
- Q. No, that was not the intent of the question. The
- 21 question was how do you quality control the contractors' work, not
- 22 necessarily blaming anybody or -- is there --
- A. And the answer I give you is, we're at the stage of
- 24 quality control where we can be sure that we -- that that
- 25 contractor surveyed the areas that we gave him.

- 1 Q. Okay. That pretty much wraps up my questions then.
- 2 Thanks so much.
- 3 BY MR. JONES:
- 4 Q. Phillip, one thing I wanted to ask you going over all of
- 5 that and I may have missed it earlier. I know we used to -- there
- 6 was a thing called a nighttime critical area survey that was done
- 7 at night. Do they still do that?
- A. No. We don't do a, we don't do it contract. No, they
- 9 do that during regular business hours.
- 10 Q. Okay. Well, this was done by company crews at that
- 11 time. They did it at night.
- 12 A. Well, the company crew survey, just to make sure I
- 13 understand what you're asking, was one that we had defined
- 14 checkpoints of what's going on. Now, with the technology that we
- 15 got, it's a service -- it's an area survey. It's not just a
- 16 checkpoint survey.
- 17 Q. Okay.
- 18 A. And the same thing with the contractor. We don't do
- 19 those at night necessarily.
- Q. I think the reason they were doing it at that time was
- 21 because it was downtown, it was a critical area, and there was no
- 22 traffic or anything around to disturb or, you know, to pick up
- 23 exhaust fumes or anything like that is why. So, I was just
- 24 wondering. I know it was something -- that was a type of survey
- 25 we used to do.

- 1 A. Wallace, we, we still do, do a survey. It's just not
- 2 done at night.
- 3 Q. Okay.
- 4 MR. NICHOLSON: Bob, anything? Nothing from Bob?
- 5 MR. GARDNER: No, sir.
- 6 MR. NICHOLSON: Okay. I've got a few follow-up here,
- 7 Phillip. Sorry, I know you're ready to get out of here.
- 8 BY MR. NICHOLSON:
- 9 Q. You mentioned some terms I just wanted you to elaborate
- 10 a little on. You said we can -- you're getting bread crumbs,
- 11 landmarking, lat and long. What can you --
- 12 A. That's correct.
- 13 Q. Elaborate on what are bread crumbs, landmarking --
- 14 A. GPS. We -- what we ask our contractor to do with the
- 15 equipment that they have in order to be able to receive their
- 16 information back on leaks, location, anything that we might -- you
- 17 know, if we need to paint a meter, if we need -- other things that
- 18 we do in the field to take care of our system, we ask our
- 19 contractor to landmark each meter in a survey that involves a
- 20 service or mark the service line riser because not all service
- 21 line risers have meters on them. So we ask the contractor with
- 22 their pad, which has GPS capability, to landmark that meter or
- 23 that service riser location.
- 24 Q. Okay.
- 25 A. And we ask them to do the same when they find a leak.

- 1 If you find a leak, we want to know the lat/long of that leak.
- 2 Okay.
- 3 Q. They're pinging it, right?
- A. That's right. I mean, it's a satellite based -- I mean,
- 5 it's just -- I get, you know, I use them to --
- 6 UNIDENTIFIED SPEAKER: (Indiscernible).
- 7 MR. HEARD: So, we landmark every meter, we landmark
- 8 every leak. We know within a -- typically, we see within two or
- 9 three meters, we know where that leak location is and we get
- 10 confirmation that if I can't give you a drawing of a service line,
- 11 that I can see the bread crumb path to the meter location we
- 12 furnished you, and I have them landmark that. So, we know they
- 13 either did or didn't survey all the accounts that we gave them
- 14 with this -- with the equipment we we're using.
- MR. NICHOLSON: Okay.
- 16 MR. HEARD: So a landmark is just a --
- 17 BY MR. NICHOLSON:
- 18 Q. So the bread crumb is you connecting the dots between
- 19 the landmarks?
- 20 A. The landmark is where they actually call --
- 21 Q. Okay.
- 22 A. -- for its location from a satellite.
- 23 Q. Got it.
- A. The bread crumb is a constant pinging.
- 25 Q. Oh, it is. So you can actually follow-up?

- 1 A. Yeah.
- 2 Q. But that's new as of 2013?
- MR. HEARD: We started January 1, 2013.
- 4 UNIDENTIFIED SPEAKER: Yes.
- 5 BY MR. NICHOLSON:
- 6 Q. Okay. So that way you can really confirm that they
- 7 walked the route they said they walked?
- 8 A. That's exactly right.
- 9 Q. So it's a huge improvement.
- 10 A. And we can confirm where they didn't and we have to --
- 11 we make them go back and survey those areas.
- 12 Q. Okay. Does the GPTC guidance document on distribution
- 13 systems, is that something that's utilized by the leak survey
- 14 group at all?
- 15 A. Matt, I want -- am going to let Bob answer that because
- 16 he's more familiar with the GPTC than I am.
- Q. But I'm asking you, though, do you -- is it something
- 18 you utilize or it's a corporate --
- 19 A. The GPTC?
- 20 Q. -- yeah, guidance?
- 21 A. The guidance that I know that we use GPTC for is the
- 22 leak rating.
- 23 Q. Okay.
- 24 A. Not -- I mean, we pretty much follow the GPTC code on a
- 25 leak rating --

- 1 Q. Okay.
- 2 A. -- the 1's, 2's and 3's. As it might apply to anything
- 3 else, I'm not sure about that.
- 4 Q. Okay. That's a fine answer.
- 5 A. Okay.
- 6 Q. That's good. Okay. And I just want to be clear. I
- 7 think Ravi's touched on this a little. If Southern Cross goes out
- 8 and paints a grade 2 leak, that means they get 12 months -- you
- 9 guys have 12 months to fix that. When Alagasco goes out to fix
- 10 that leak, they do further bar testing, I think, to try and
- 11 pinpoint that leak?
- 12 A. That's correct.
- 13 Q. If that grade 2 is now a grade 1, is that documented
- 14 anywhere by Alagasco to say, hey, when we went out there to fix
- 15 it, this was not what we would have called a grade 2? Do they
- 16 document their readings at that time?
- 17 A. The crew that goes out there is assigned that leak to
- 18 repair. They'll go out and go through a process to locate the
- 19 leak, pinpoint the leak.
- 20 Q. Um-hum. Right.
- 21 A. If it had characteristics it might be something other
- 22 than 2, I don't know that they would ever fix it.
- 23 Q. Right.
- 24 A. So, I don't know --
- Q. Okay. So it might not get documented. Do they record

- 1 the values they were reading at the time they were --
- 2 A. The crews don't record the values they use in the
- 3 pinpointing process.
- Q. Okay. That's exactly what I was asking. All right. So
- 5 we wouldn't really know if it had risen up?
- 6 A. No.
- 7 Q. If -- well, I'll just ask this the way it's written.
- 8 How does Alagasco verify and confirm that a leak classified as
- 9 grade 3 under a street with wall-to-wall paving is not migrating
- 10 into a nearby building? Is there a process in place?
- 11 A. For grade 3 --
- 12 Q. Say it's a grade 3?
- 13 A. -- in a building?
- 14 Q. Well -- yeah.
- 15 A. In a business district?
- 16 Q. So you said you scan the cracks in the sidewalk?
- 17 A. Yeah. Remember, on the business districts we survey
- 18 more frequently, particularly, with cast iron. unprotected steel
- 19 in those business districts. So my answer is we survey them more
- 20 frequently anyway.
- 21 Q. So you wouldn't go in the building to --
- 22 A. If a crew had reason to believe that there would be
- 23 gas -- could be you have gas in a building, they would go in the
- 24 building.
- 25 Q. Okay.

- 1 A. Or either they would get somebody that works for the gas
- 2 company, say, a service man, to come out and help them get in the
- 3 building and make their checks as well. So --
- 4 Q. It sounds like that's not a typical --
- 5 A. No, we wouldn't -- if we suspected there was gas in a
- 6 building, we'd investigate that immediately one way or the other.
- 7 Q. Okay, and then, just lastly, I made a little
- 8 sketch for this one because we we were talking about this off the
- 9 record and I'd like to get it on the record. We know that, you
- 10 know, in some instances you said you landmark the meter. We know
- 11 where the main is, and we were wondering -- we were talking about
- 12 how the surveyor might assume that it's a straight -- a home run
- 13 between the main and the meter. Can you just talk a little bit
- 14 how --
- 15 A. Yeah. What --
- 16 Q. -- how do we ensure we catch something like this?
- 17 A. Yeah. What the Southern Cross technician is trained to
- 18 do is he's going to walk this main. He's going to find a meter
- 19 location, say, meter location 8. We give them those numbers so
- 20 they know where to start looking for the meter on the building.
- 21 Q. Okay.
- 22 A. So, if it's there and, say, the house is here, he's
- 23 going to walk that survey a little bit more to the left of where
- 24 that meter is situated. In other words, if the -- with the meter
- 25 being here --

- 1 Q. Um-hum.
- 2 A. -- he really doesn't have a choice but to assume it's a
- 3 straight line, but what he does is he walks a little bit more to
- 4 one side of that straight line up.
- Q. Okay.
- 6 A. And then he'll walk a little bit more to the other side
- 7 of it coming back out to the street.
- Q. Okay. So, what would he think? What's he picking up in
- 9 his walk? Can you describe what he finds? It just depends?
- 10 A. It would depend on the wind if there was -- I mean, on
- 11 the weather. So, I'd have to say say every time they pick up 3 --
- 12 Q. But there is a process --
- 13 A. -- feet each side, I can't say. I don't know.
- 14 Q. Okay.
- 15 A. Sometimes more, sometimes it may be less.
- 16 Q. But the intent of that process is in case there's some
- 17 deviance in the --
- 18 A. Well, yeah. It's a general area survey. We use an
- 19 extremely sensitive instrument. Remember, we get in to PPM. So
- 20 do you really have to be on top of the pie, I mean, with that
- 21 instrument?
- 22 Q. No.
- 23 A. I --
- Q. So, I guess, then, from what you described, then they
- 25 don't get the service line maps? These are the --

- 1 A. That's correct.
- 2 Q. Okay.
- 3 A. They get the meter location --
- 4 O. That's it.
- 5 A. -- address, all the other information, so they know
- 6 where to look for the meter.
- 7 Q. Okay. Okay. Good. Anything else?
- 8 MR. CHHATRE: No, I'm good.
- 9 MR. HEARD: Let me be sure now on that one.
- 10 MR. NICHOLSON: Yeah.
- 11 MR. HEARD: That's typical don't get the map. We do
- 12 have some services maps, so -- if you went over here -- well, you
- 13 know, if I had a map on this. We have -- we map some services, at
- 14 least some of the larger services, that were put in for large
- 15 customers that require them.
- 16 MR. NICHOLSON: Okay. All right. I was speaking more
- 17 about residential.
- 18 MR. HEARD: Yeah, residential, typically, no.
- MR. NICHOLSON: Okay. With that, I think we'll go off
- 20 the record and end the interview. Thank you.
- 21 (Whereupon, the interview was concluded.)

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CERTIFICATE

This is to certify that the attached proceeding before the

NATIONAL TRANSPORTATION SAFETY BOARD

IN THE MATTER OF: ALABAMA GAS CORPORATION (ALAGASCO)

NATURAL GAS RELEASE WITH IGNITION

BIRMINGHAM, ALABAMA DECEMBER 17, 2013

Interview of Phillip Heard

DOCKET NUMBER: DCA-14-MP-001

PLACE: Birmingham, Alabama

DATE: July 15, 2014

was held according to the record, and that this is the original, complete, true and accurate transcript which has been transcribed to the best of my skill and ability.

Vanita Tildon Transcriber