National Transportation Safety Board Internal Inspection Factual . Bellingham, Washington Accident DCA99-MP008

Appendix 11

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Testimony of Jim Cargo 10/05/00

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In the Matter of: NATIONAL TRANSPORTATION SAFETY BOARD INVESTIGATION of the PIPELINE ACCIDENT OCCURRING IN BELLINGHAM, WASHINGTON, ON JUNE 10, 1999

> Thursday, October 5, 2000

INTERVIEW OF:

JIM CARGO .

The above-entitled matter came on for

hearing, pursuant to notice at 8:00 a.m.

58FORE: ALLEN BESHORE, NTSB

ALSO PRESENT FOR NTSB:

CLIFF ZIMMERMAN ERIC SAGER JAMES CASH

ALSO PRESENT:

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PATTI IMHOF ALAN ZARKY RICHARD HANSEN DIONE MAZZOLINI ANTHONY BARBER LINDA PILKEY-JARVIS MICHAEL MARTIN JON R. ZULAUF GEOFFREY M. SMYTH ROBERT MAHLER

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INDEX

<u>WITNESS</u>:

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Jim Cargo

EXHIBITS

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6	1	PROCEEDINGS			
i	2	(11:30 a.m.)			
	3	MR, BESHORE: On the record.			
	4	Mr. Cargo, my name is Allen Beshore, and I am			
	5	the lead investigator with NTSB, National			
	6	Transportation Safety Board, into our investigation in			
	7	the pipeline rupture and fire that occurred in			
	8	Bellingham, Washington on June 10, 1999. So, I want to			
	9	thank you for coming in today and answering our			
	10	questions today.			
	11	And I am going to start off and ask you a few			
	12	questiors and then when I run out of questions, or when			
	13	I need to stop and $oldsymbol{go}$ through my notes, then I am			
	14	going to ask these folks to go around the table and			
	15	they will be asking you some follow up questions.			
	16	So I want them to go around and identify			
	17	=themselvesand tell you who they are affiliated with.			
	18	MR, SCHALL: I am Jerry Schall, B.P. Pipeline.			
	19				
	20	MR, PARRISH: Johnny Parrish with Daniel,			
	21	formerly			
	. 22	MS. IMHOF: I am Patti Imhof, IMCO General			
	23	Construction.			
	24	MR, KATCHMARZ: I am Peter Katchmarz with			
	25	Office of Pipeline Safety, U.S. D.O.T.			
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1 MR. SMYTH: Geoffrey Smyth, City of 2 Bellingham. MS, PILKEY-JARVIS: I am Linda Pilkey-Jarvis, 3 4 -Department of Ecology. MR. BARBER; Tony Barber, U.S EPA. 5 MR. SAGER: Eric Sager, NTSB. 6 MR. BESHORE: Jim, you have a representative 7 here with you today. 8 MR. MARTIN: -Michael Martin, appearing here 9 10 with Mr. Cargo 11 EXAMINATION JIM CARGO 12 BY MR. BESHORE: If you could just state your full name? 13 Q 14 Α Jim Wayne Cargo. 15 And if you could briefly describe your 0 educational background for us? 16 High school, barely. 17 Α 18 And if you could tell us a little bit about 0 your history and your roles with Olympic Pipeline? 19 20 Α Olympic Pipeline, about 27 years ago, I 21 quess, hired on. In fact it was December 4, 1973. And I was a laborer or utility man, I think they might have 22 23 called the title back then. That is what I started out 24 as. **And** can you go through the rest, what 25 0 Okay. EXECUTIVE COURT REPORTERS. INC. , (301) **565-0064**

1 happened after that?

2	A Well, then I started going to welding schools
3	and stuff and become a utility welder, which is a step
4	up from a laborer, I'guess. And then I started doing a
5	little bit of inspection and stuff. And I was a
6	utility welder, I don't know how long, probably 10
7	years or so. I think it was six years ago, it will be
8	six years, let's say March or something like that, they
9	made me construction supervisor.
10	Q Have you ever been an equipment operator in
11	that tenure of history?
12	A Oh, nothing more than a formal, we have got a
13	tracker there and I am not saying I haven't jumped on a
14	little 450 dozer, but people making fun of me, if you
15	are going to ridicule, I will get off of it, you know,
16	everybody likes to play with the backhoe once in
17	=awhile, but digging around pipe, no.
18	Q Let's, so that would have been, let's see six
19	years ago coming up would have been '95. And before
20	that you were, what was your role right before that,
21	say in '93, '94?
22	A I believe I was a utility welder.
23	Q Utility welder at that point. Had you ever
24	been down to the water treatment plant before the
25	accident on June 10th of '99?

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Oh; yes.

Α

2 Q Do you recall what took you down to that 3 location?

Α One of the first times I went down, I noticed 4 that the kids were throwing rocks and was knocking the 5 wrap off the pipe. And I think it was Butch Mooney and 6 7 I went out there and we had Midmountain make us up a roller, so we would just be out there, so we put pipe 8 wrap, you know, put the 1170 primer and rewrapped the 9 10 pipe. Or maybe we just put mask, I don't know, but we did repair the coating, maybe it was just mask we put 11 12 on there.

13 . Q Is that in there where the pipe was exposed14 across the creek?

15 . A Yes, that is our exposed pipe.
16 Q Okay. When would that have been?
17 A Oh, just guessing now, I would say '84.
18 Q And since then --

A I went up there one time and we used to have
barb wire around the birdcage up there and the barb
wire, kids had cut it once in awhile. And put barb
wire and after the explosion and stuff, we went up and
we have a regular cattle guard that keeps kids off of
the barb wire,

Q Birdcage, the terminology.

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1 A . Oh, you just put four or five strains of barb 2 wiring, you know, you get, I think we had welded it on 3 steel fence posts, you know, when you go in directions, you know, four directions and just wrap wire around and 4 5 stuff to keep it from --So, that was still at this crossing 6 Q Okay. 7 on the creek? 8 Α Yes. From climbing out there, and maybe falling off. 9 10 Okay. Do you recall any other work down in 0 11 that --Oh, yeah, yeah. We put on a -- sleeve and 12 Α put on a mod and a -- a short piece of pipe. 13 14 Q Do you recall, well, let's just get a little more detail. Do you recall when the sleeve was put on? 15 16 No, but I would have records of it, you know, Α .I would hate to guess. 17 18 0 Do you recall the circumstances of why, why 19 the sleeve was put on? 20 Yeah, contractors, both times had hit us. Α So both times were the result of some kind of 21 0 pipe, damage to the pipe by somebody. 22 23 Α Yes. Was this in the '80s, was this in the --24 Q 25 I would say it was in the later '80s. Α EXECUTIVE COURT REPORTERS, INC.

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Q Any others, anything else you recall in
 there? You don't recall anything until you went down in
 there after the accident?

A Oh, just before the accident, I had kids down
there mowing, they were weed eating and stuff.

Down in --6 0 Okav. 7 Α It was on actually the, I call it the north, 8 the north seg of the pipe span, and they were weed eating, whatever that first road is, out there. They 9 10 come down the hill and the next day they was going to 11 weed eat right there where the explosion was, maybe not 12 right there. Maybe that wasn't all that bushy, but 13 from there on up to our water valve site, you know, 14 because it was, it was pretty bushy and stuff.

Q So, they were scheduled to be in there just
right in that --

A Oh, yeah, in fact, they left that day, from,
from weed eating and stuff, and they were on their way
home and stuff when, you know, they seen all the smoke
and everything. So, they were --

21 Q Okay. So what is construction supervisor
22 responsible for?

4 Lining up crew.

23

24 Q To include crews doing obviously weed eating,
25 but what other kinds of work would the crews be

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responsible for? 1 2 Any kind. Α 3 0 Including excavating the pipe? Α Oh, yes. 4 Any other maintenance activities --5 0 Well, you know, I wasn't in charge of all of 6 Α 7 the operators and stuff on the crossings and stuff like that, so, I guess it was anything --8 (Tape change.) 9 BY MR. BESHORE: 10 11 Q Painting, for example? 12 Α Oh, yeah. 13 Were you familiar with internal inspection 0 runs that were done in '96 or '973 14 15 Α Yeah. 16 Did you have any responsibilities during 0 17 • those internal inspection rounds? To assign who goes out on them, and stuff. 18 Α Q So, some of your people helped in tracking 19 20 them, launching them, that kind of thing? 21 Α All of them, and I had, myself, before I was 22 a supervisor, I would go out and dig them up. 23 · Q Well, after those runs were done, did you have any involvement in evaluating the results of 24 those? How about excavating the pipeline to either 25

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inspect or repair?

2 Α When I was a supervisor? 0 Well --3 I mean, I wasn't usually with the guys when I 4 Α 5 was a supervisor. And I do it myself, yeah, it is your 6 responsibility that you don't hit the pipe, and go 7 ahead and find the coating, and we would all carry our, my coglometers and stuff, and you go ahead and take 8 9 your, your pick gauge or whatever and call it into 10 Engineering. They would make the decision whether you 11 slab it or cut it outpr, you know, back --12 But, .in '96 and '97 you were the Q Okay. 13 construction supervisor, right? I would think so, yeah. 14 Α Did you schedule any of your crews --15 Q Maybe even 95. Α 16 17 Did you schedule any of your crew people to 0 go out and do excavations as a result of those internal 18 inspection runs? 19

20 Α Yes. Steve Rakmith.

.21 And he worked directly for you? Q

22 Α Yeah.

2. And did you guys have a scheduled, on that Q schedule, did that include a location of the anomaly at 24 25 the water treatment plant?

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1 Α Right. Did you assign Steve to work on that project? 2 Q He sure did. 3 Α And what was his role in terms of the 4 0 project, working with the Engineering group? 5 Well, if he couldn't get ahold of me or 6 Α something, you know, he could report directly to the 7 8 Engineering. I mean, I was his boss, but they were the ones that was, you know, that would call the shots, 9 whether --10 0 Now, if the excavation and all that was done, 11 was that done by a contractor? 12 13 Α Yeah. 14 Okay. so, that contractor was assigned to 0 Steve, is that accurate? 15 We, I don't think we ever, I could be wrong, 16 Α 17 'but I don't think we ever had equipment with Steve. I mean, you would go ahead, you know, without having a 18 19 225 track hoe and a bunch of laborers and stuff. Ι mean, you go out beforehand and you go ahead and locate 20 them and mark them out and stuff, beforehand. That is 21 what, I think he was probably by himself, when he went 22 out there to look at that dig site and it was under 23 24 water. 25 Q Okay. so, Steve went to the water treatment

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1 plant, looked at the area, but then you say it was wet.

A Yes.

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3 Q Did he ever go back?

A No, I don't think **so.**

Q What, how would that information get relayed
back to whoever was doing the scheduling?

Well, he could have told me or he could have 7 Α told Engineering or whatever, but I was aware that it 8 9 was wet, and so we will get it at a later date. And 10 that is, you know, and I wondered that, too, if, I would like to think that it wasn't the worse case 11 12 scenario, like it wasn't a mandatory, it was one that 13 was, well, it is close to a river or something, so 14 let's **go** ahead and check it just in case or something. 15 But, as far as I know, he never did go back there and 16 get dug up. And I am not **so** sure that Steve may have 'even been in the right location, anyway, because I was 17 18 thinking that he was at, in Hannah Creek down there, 19 where it, and that is what the water was, what I was 20 thinking in my mind. So, well, this one here might be 21 seep permits or something and might take, you know, I 22 don't know.

23 Okay. You know he did go out there and he
24 had looked at the site over. Now, I want to make sure
25 I understand then, did he report back to Engineering

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1 that it'was all wet in that area or did he report back
2 to you?

3 Α I know he at least reported back to me, because I could remember him telling, and of course, it 4 5 is my responsibility to, we don't have this one. But, as far as me keeping records or the notes of what had 6 7 been gotten and what hadn't been gotten, I usually have a pretty good memory anyway, and I don't, if we had 8 9 went back in there, especially in a creek, I would have probably remembered it. 10 Did you report that information back 11 0 Okav. then to some body in the Engineering group? 12 Α Oh, yeah. 13 14 Q Now, I guess, was it up to you to reschedule 15 that activity or was, what was the Engineering group's 16 response? Get it next summer, you know. 17 Α So, you talked to, who would that 18 0 Okav. 19 have been in Engineering? I would think Richard. Α 20 21 0 Richard --22 Α Yes. 23 Ind he said, get it next summer. Q 24 Α Yes. 25 Do you remember what time of year this was? 0 **EXECUTIVE COURT REPORTERS, INC.**

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1 It was in the winter time, it was wet. Α Of 2 course, that area is wet anyway right down at the 3 bottom of that hill, down there where Hannah Creek runs 4 through there, even in the summer, I would be a little bit leery of getting equipment, you know, without 5 working off maps and stuff like that. 6 7 Do you remember the winter of what year? 0 8 Α I sure couldn't, but that would be pretty easy to find, I suppose. 9 So, was it your understanding then that next 10 0 year you were suppose to schedule this activity based 11 12 on that conversation? 13 Α That we would get to it later on the next 14 summer. 15 So, you were, your understanding was that Q Richard would come back to you with some kind of a 16 • schedule then? 17 18 Α Yeah. To do that. You didn't feel like it was your 0 19 20 responsibility to reschedule this activity? 21 Α Well, I could hit Richard up, I suppose, you 22 know, and maybe I 'did. Maybe, I don't know. 23 Q So, YOU don't recall any further. conversation 24 between Richard and you, hey, did we ever do that? 25 Α Maybe, maybe it was discussed, I don't know.

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1 Maybe it was discussed.

2 Q Do you have any, did you review the internal 3 inspection reports firsthand to know what type of an 4 anomaly we were, you guys were talking about?

5 A It was probably brought up in a discussion, 6 you know, not, not a hundred percent of the time, you 7 know, give them a dig sheet and if we were digging up, 8 like let's say ones were the worse ones, and the twos 9 was at least, or if they were going A, B, C, they were 10 grading them with the different pig runs and stuff, so, 11 you know.

12 Q Do you remember what grade this one was? Did13 you remember seeing the dig sheet?

A Oh, yeah, because one of you guys showed it
to me, or maybe it was the, I don't know who it was,
but.

Q Do you remember seeing it before that?
A I wouldn't think so, you know, I mean, you
see hundreds, hundreds or whatever, you know, there is
a lot of them.

Q I guess I am just trying to understand
exactly what the process is. I mean, did Engineering
Group assign you a, you know, a packet or a, you know,
14 dig sheets and so we are going to dig these out.
A Oh, yes, sometimes one or two, sometimes more

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1 than 14.

2 Q And then once you were assigned those 3 excavations, then was it up to your department to 4 schedule --

5 A I would jot on them or something, or call it 6 on or something. I never had the originals. It would 7 be copies and stuff.

8 Q But, was it up to your group then to schedule 9 the work and do it, or --

10 A Well, you could, you know, you could say, 11 hey, Richard, let's dig this one up and Richard, he 12 was, he was, you know, if I wanted to dig one up, he 13 would say, okay, go ahead, you know.

14 Q Okay. All right. Let me change gears just a 15 little bit here and talk about Bayview Terminal. Did 16 you have any responsibilities for the installation of 17 • the Bayview, or the design of it?

18 A Not the design of it, but there, again, who
19 do you want to be the welding inspector, something like
20 that.

21 Q Okay. So, they asked you --

22AWhat mechanic maybe, would be a good23mechanic, you know.

24 Q So, did you assign the inspection personnel 25 into the project?

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A Oh, we are not a real big company. It was
 probably a no brainer, really. I would have, you know,
 the people that did do, I mean, I think Jeff Barry was
 on electrical, and Ron Greenwich was the mechanical,
 and Butch was on welder. We had a contractor for
 welding inspector there, too.

7 Q Okay. Did your people do any of the actual8 construction work?

9 A No, inspecting, inspecting, but as far as the
10 actual. I think Ron might have, he likes to get dirty
11 and greasy once in awhile, and he might have helped
12 guide back a nut or a bolt or something, you know.

Q Ron Greenwich?

13

A Yes. And Jeff Barry, he is pretty
aggressive, too. I am not saying he didn't crimple
wire or something, but you know, he was pretty busy to
be doing the physical type work. They are there mainly
to inspect, over, oversee.

19 Q Okay. In terms of once Bayview was on line,
20 do you recall any concerns that people expressed about
21 the operations of the facility?

A Well, no more than what I did, I suppose,
that many flanges and gaskets, and stuff, you know, I
mean, you have a lot of people there when you started
up in case you do have problems and stuff. But --

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Were you concerned with the mechanical 1 Q ' 2 problems or operational problems? 3 Α No, just, just my background, gaskets leaking. 4 So, you were --5 Q I had never seen a weld leak, I wasn't 6 Α worried about welds leaking, not that they don't, but I 7 have never seen it. 8 9 Q So, you were worried more about a flange 10 leaking, not necessarily --11 Α A flange, yes, or packing on a valve or something that has never been used before, and you 12 13 know, just normal stuff. Now, did Ron report to you, Ron Greenwich? 14 Q 15 Α Yeah. Did he --16 0 17 You know, since Bayview started and yeah. Α Up until June of '99? 18 0 19 Α No, it was like up until last May, April or 20 May or something like that. Q But, that was after the time that Bayview was 21 22 commissioned and then up until the time of the 23 accident, Ron was reporting to you? 24 Α Yeah. 25 Q Okay. EXECUTIVE COURT REPORTERS, INC. (301) 565-0064

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A Well, actually, you see, Craig Hammett, he
was actually, not that Ron didn't still report to me,
but I very seldom seen him, I mean, him and Craig was,
you know, he was dealing with Craig and them more than,
and the say way with Jeff, I would talk to Jeff more,
you know, before Bayview started than afterwards and
stuff.

8 Q Okay. So, did Ron ever, Ron Greenwich ever
9 express to you any concerns about relief valves at
10 Bayview?

I don't remember. I don't remember him 11 Α saying nothing about valves. Somebody was talking 12 about when they would start up or it would shut down, 13 or something, that the, you could hear the pipes 14 clanking or something. This was after it started up, 15 of course, and I had heard that. I had never witnessed 16 • it, but I quess that had happened. 17

18 Q You had heard that as a concern, somebody19 said something about it being noisy?

20

A Yes.

21 Q But, you don't recall Ron working on the22 relief valves?

A It seemed like we have always been wo; king on
the relief valves and check valves and control valves
and stuff, but nothing out of the ordinary.

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Now, I am thinking specifically about 1 Q 2 Bayview, since it was installed, up until the time of the accident. And you apparently at that point weren't 3 really the supervising any of this daily activities •• 4 Oh, no, no, I wasn't. 5 A It was more or less assigned to a role as an 0 6 7 inspector. Yes, on that project, Craig had more, you 8 Α know, the most control I would think within Olympic. 9 Q So, he was reporting to Craig basically, .on 10 loan. 11 Α Yeah. 12 13 Q Was that the way it was all the way up to the point of the accident in June? Or had he started 14 reporting back to you? 15 I don't know how long the thing been pumping 16 Α • before we had that blow up. I think he, I think he was 17 starting to may have been reporting back to me. 18 My understanding is that it was commissioned 19 Q somewhere in December of '98, if that helps you with 20 21 your time frame. 22 Α Well, he was then reporting to me. 23 Reporting back to you. Q 24 Probably. Except for maybe the Bayview jobs, Α maybe he was going strictly with Craig and everybody 25 EXECUTIVE COURT REPORTERS, INC. (301) 56510064

1 was keeping a pretty close eye on that. Yeah. All right. Well, let's talk about when he is 2 0 3 reporting to you. Would people call him direct and say, hey, Ron, I need you to check this out? 4 5 Α What mechanical? Yeah, mechanical, valve or something. 6 0 Oh, sometimes, yeah, sometimes they would, 7 Α sometimes they wouldn't. Sometimes they would call me 8 9 and I would get ahold of Ron. 10 Did you know what Ron was doing most of the 0 time? 11 12 Α Yeah, we would have the weekly reports or something, I would like to talk to him once a week 13 14 anyway. 15 0 How many people reported to you in this time frame, do you know? 16 Fifteen I would think, sometimes 16 or 17. 17 Α And of course, each one of them might have 10 or 15 18 19 people working for them, or sometimes maybe one or two 20 or sometimes 20 or 30, you know, like in the 21 construction, you know, reroute of something going somewhere else. 22 23 Q And where was your, where were you physically located? 24 25 Α Renton. EXECUTIVE COURT REPORTERS, INC. (301) 565-0064

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Now was Ron physically located in Renton, 1 Q 2 too, was that his reporting location? Oh, no, no, he lives up, he didn't always, 3 Α well, he lived, he lived up north when he was an 4 operator, and then he came back down to Renton. Lived 5 6 down there to train as a mechanic. And then they moved him back up, back up to Allen Station. 7 Q So, his •• 8 Camilla Island, I think. 9 Α So, he was reporting to the Allen Station, 10 Ο that was his home base, I quess. 11 Yes. Right. 12 Α So, you didn't see him on a daily basis. 13 0 14 Α Oh, no, I mean, sometimes, I might go three or four weeks without seeing him. 15 But, 'you wanted to at least talk to him on a 16 0 17 =weeklybasis, get an idea for what he was up to. Right. Or somebody says something, hey, have 18 Α we looked at this, or have we done this and that, and I 19 20 would call Ron and say, hey, so and so says, you know, and it might be, it might be Allen Station or Cherry 21 22 Point, Ferndale, was his reporting areas, you know, not that he wouldn't go down to Renton once in awhile to 23 help somebody help out or even Portland. 24 25 Q so, now, if people had problems, well, if EXECUTIVE COURT REPORTERS, INC.

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somebody had an operational concern or an issue that arose at Bayview, did they call you at all?

3 Α If it was an emergency, they would probably 4 call Ron. See, I ain't no mechanic, I was their supervisor, and so, like if there is a couple of 5 mechanics that kind of get in a little contest, you 6 see, and so then I would have to decide and if I wasn't 7 sure, then I could go like to the engineer, whoever, or а if it is an electrical problem, because I was also in 9 charge of electricians. And you know, if there was 10 questions on their time sheets or their expense reports 11 or any kind of a, I don't know what to call it other 12 than pissing contests, and that is what I, that is why 13 I was their Supervisor, you know, mainly more than, 14 because I don't know that much about electronics or 15 16 nothing, so, I would have to decide if there was a • problem, I would have to talk to an outside electrician 17 18 or talk to the other electricians and then go ahead and 19 report back to, you know, the manager or whoever that would make that decision. 20

Q I guess, what I am trying to get is the sense of whether the Bayview Terminal had actually gone from the construction phase to now your group is in charge of maintaining this thing, and basically hand it off to you, internally to Olympic to maintain it now it has

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1 been built.

area i

2 Α Oh, I think it was, it was probably my 3 responsibility even through the construction and stuff, 4 you know, I mean, I had never seen a tank being built before, but if there something wrong, then you are 5 responsible for it. 6 7 0 Okay. And that is why you make a little bit more 8 А money for that responsibility. That is how that is 9 suppose to work, right. 10 11 All right. So, it would have been your Ο responsibility then even during the construction phase, 12 vou feel like, in terms of "" So, I guess what I am 13 14 asking is, my question is really, there wasn't such a 15 thing as it is now through the construction phase, we have accepted the construction from the contractor 16 • and now --17 Α And now it is every day maintenance, so you 18 can have it back type deal. 19 20 Q Right. Α Yeah, and I suppose it was. 21 0 So, that process had been completed 22 Okav. 23 and --24 I suppose it was. And if there was something Α 25 wrong with it, check valves, it was something so EXECUTIVE COURT REPORTERS, INC. (301) 565-0064

minimal that, I mean, it wasn't just normal stuff that
 needs twinked or something, you know. I don't never
 remember people yelling, man, I have never seen nothing
 like that before, you know.

5 Q But, you don't recall any specific concerns 6 either Ron had or that were expressed to you by anybody 7 else about relief valves, whether they functioned 8 properly?

A No, nothing, nothing. No. I mean, it just,
no. On this pipeline, I mean, there are four or five
things that you hear everyday that there is, hey, what
about this, what about that, you kr.ow, I mean, but
nothing sticks in my head that that was --

Q Okay. Were you around in the water
treatment plant area during any of the Dakin-Yew water
plant --

A In any of the what?

17

Q The modifications to that water plant back in **93** and **94**, **do** you recall ever being down in there during that construction? Would you be aware of that project?

A I know there was construction going on when I
put those slabs and pumps on, I know there was
equipment running around and holes dug and stuff, yeah,
you bet you.

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1 Q And let me go back to internal inspection, 2 internal inspections again, just because I want to make sure I understand in my mind what, what exactly we are 3 4 talking about here. Because I am still kind of curious as to the scheduling aspects of doing these 5 excavations, whether-there was a listing that was 6 prepared, that was then rescheduled and it sounds like 7 from what I heard from you before is that it is, there а is no clear responsibility on whose doing the 9 scheduling. 10

Oh, I, on the scheduling, Richard would say 11 Α 12 what we had to dig up and say, let's dig these and he would schedule those dig ups. Now, I would phone back 13 in if we wouldn't get any, and Richard was pretty good 14 at, hey, what happened here, if you didn't, I mean, he 15 16 would get with you, you know, and why it never got dug 17 . up, you know, I would have to take some of the 18 responsibility for that, too. It can't all fall on 19 Engineering, I suppose.

20 Q But, you don't know why it never got
21 rescheduled?

A I would like to think that it wasn't a worse
case deal. And I would think that it wouldn't, because
if it was, I would have stayed on top of it more
myself, I think.

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1 Well, do you recall having any follow up 0 2 conversation with Richard, where he said, no, we are not going to worry about it at this point in time. 3 Ιt 4 is not that bad. Do you recall that? Α No. 5 Okay. So ··· 6 Q I -- I don't know. I don't think so. 7 Α 8 Q Okay. But; that is a week, I mean, I --9 Α 10 0 Well, you don't recall .. I don't recall. 11 Α 12 Any follow up. Q 13 Α Yes. 14 And it was never rescheduled to your 0 knowledge for another --15 But, if we had of, if we had dug up or Steve, 16 Α 'I think, unless I misunderstood, I never, I don't 17 remeasure over the quy, you know, well, I measured down 18 here, down at the bottom of the hill and it is wet and 19 swampy and have a creek running through, you know, and 20 21 that is where I was figuring it was Hannah Creek down in there. But, if I had grabbed the tape and if I had 22 measured it, I think I would have ended up some place 23 24 different. 0 Do the pipe actually cross Hannah Creek? 25

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1	A I think that is Hannah Creek where it comes
2	down off the hill and comes around.
3	Q It doesn't
4	A I mean
5	Q actual cross.
6	A Yeah, I mean, the swamp runs into, I mean,
7	there is water that flows across there. It is not a
8	creek as such, but it helps make that Hannah Creek, you
9	know, or a small portion of Hannah Creek.
10	Q That would have made it even more difficult
11	to do, being in the creek.
12	Who did you report to, Jim?
13	A I reported to, we have had a few change outs
14	there. It was Lonnie Neus, when I was with Texaco.
15	Shell it might have been Jimmy Prince. No, I wasn't a
16	supervisor when Shell was, they was thinking about
17	•making me one, but I wasn't quite yet. So, it was
18	Lonnie Neus and then there was Doug Beau with Texaco,
19	and then when Echelon took over, Craig Hammett was my
20	boss.
21	Q Okay. So , prior to the accident in June you
22	were reporting to Craig?
23	A No, Doug Peau.
24	Q At that point in time you were reporting to
25	Doug.

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1 A Yes, yes. 2 0 Would that have been the same reporting structure in late''97, '98 when we were potentially 3 4 excavating here as the result of the anomaly? 5 Α That there I think Lonnie Neus was. Q . Lonnie was still there **at** that point. 6 7 Α I don't know. 0 You don't recall? 8 9 Α Ninety seven or '98, yeah. 10 Q I am talking late, well --Okay. Ninety six, I think Lonnie was there four 11 Α 12 years or five, something. 13 0 Well, you said some time during the winter, but you didn't remember what year for the first 14 scheduling of that potentially excavating --15 Oh, oh, back then? 16 Α 0 Yes. 17 That would be Lonnie Neus, because I think he 18 Α was the one that, yeah, that was Lonnie. 19 Q Was that before Craig Hammett was there? 20 21 Α I think Lonnie Neus, yeah, it was. would that have been before Doug Beau was 22 0 23 tlere? Yeah. 24 A 0 What was --25 EXECUTIVE COURT REPORTERS, INC.

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Yeah, Doug took Lonnie's place, when Lonnie 1 Α moved out, Doug took his place. 2 And then Lonnie reported to Frank --3 Q Yeah, so did-Douq. Α 4 0 Okav. Now how as Lonnie to work for? 5 I liked working for him. Α 6 Pretty knowledgeable? 7 0 A lot of things, pretty good with his math 8 Α and stuff. 9 What you had going on out on the pipeline? 10 0 On the landslide and stuff, because that was 11 Α the big thing before the explosions, you know, we have 12 had these hundred year floods two or three times a year 13 for about three years. And he was real instrumental, 14 Lonnie was, in like getting GEO engineers out and doing 15 landslide matrix work and stuff like, and putting on 16 classes to the operators, when they are walking the 17 line, they could tell if something was just surface 18 crack or went deep or, you know. 19 20 Q How about **Doug** Beau? Doug was more in Operations end of it, like 21 Α 22 skater programs and stuff like that and compyters and whiz an,; stuff like that. 23 Did he have much to do with your activities 24 0 or did he let you pretty much do your thing? 25 EXECUTIVE COURT REPORTERS, INC. (301) 565-0064

1 Α Both of them did. 2 Both of them pretty much let you do your 0 3 thing, okay. How was morale in your group prior to the 4 accident? 5 Pretty good. 6 Α Q How as your morale? 7 Α Not too good. 8 9 0 Why was that? Because I was working many hours overtime as 10 Α 11 they was and you don't get paid overtime, you know, so, 12 they would laugh and joke. But, I knew that when I took the job over, too, because I always made more 13 money than my boss did, or pretty close to it. And I 14 was just kidding about, you know, and my morale was 15 pretty good really. 16 Q Well, I meant .. 17 I mean you worked Christmases and 18 Α 19 Thankgivings, when the pipeline slid there at Spirit Lake Road and stuff, we all pitched in and drew straws 20 and see who had to work Christmas and who had to work 21 22 Thanksgiving and sometimes you had to work both of 23 them. Yeah, **working** seven days a week as many as hours as we do, 30, 40 hours straight, the morale was down. 24 25 0 Okav. So, you had too much work and that

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1 was effecting your morale?

2

A Oh, yeah.

3 Q Would that be one of the reasons that this4 excavation never got rescheduled?

5 A I don't know what set precedence, you know, I
6 mean, I would take assignments mostly from the
7 Engineering, you know.

8 Q I guess if you were sitting around and didn't
9 have anything to do, you might be looking for some more
10 activity, is that --

11 A Oh, yeah, you never have to look for work, it12 finds you.

13 Q Were you the one that trained your people or14 how did that work?

15 Α I trained more people when I was a laborer than when I was a supervisor, because you are working 16 17 right with them. As soon as you are a supervisor, you 18 are not around them that much, except to see how their jobs are going, you might, you try to get like halfway 19 20 in on a project. And then when it is done, before you pay the bill, it is my responsibility, you know, to 21 22 make sure it is within the AFE or whatever, there is a \$300,000.00 job, and you don't want to surprise them 23 that it **is** a half million dollars all of sudden, so, it 24 is --25

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1 Q In terms of as a supervisor, then, training 2 you would assign a new employee, for example, to 3 somebody else --4 Α Yes, to ---- to show this quy around. 5 0 6 Α Yeah. So, there was basically not any real formal 7 0 classroom training. It was on the job training. a Α On the **job** training, yeah. 9 Did you have specific, well --10 0 11 Α I am talking about your normal maintenance 12 stuff like hot 'tapping, you know, I would train almost all the people hot tapping, pulling corrosion, stuff 13 14 that are, I used to do the valve maintenance on the 15 main line block valves and stuff, and I would train people like that. But, once you are a supervisor, then 16 17 .you assign that to train the new hires and stuff. 18 0 Okay. And we would have a lot of training, you 19 Α 20 know, safety classes and stuff, you know, classroom 21 type and HAZMAT and cards and, you know, stuff like 22 that, yeah. It is not that we never had training. All right. And just so I am clear again on 23 0 the scheduling of these anomaly excavations, you didn't 24 prioritize those for excavation. That was done, okay. 25 EXECUTIVE COURT REPORTERS, INC.

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1 Α Oh, no. 2 0 Okay. But, out of common courtesy, you know, it 3 Α would be my responsibility, I feel, if something fell 4 between, you know, it don't hurt to remind engineer and 5 say, hey, what about this one here that was going to 6 7 get, you know. MR. BESHORE: Okay. All right. I think, а Jerry, do you have any questions? 9 MR. SCHALL: I am still a little confused 10 around we got, how we get anomaly scheduled. The 11 12 engineers, as I understood, what I heard, okay.

Engineers did all the log work, they analyzed all the
details, they created dig sheets. And then they gave
the dig sheets to you and your team.

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THE WITNESS: Yes.

MR. SCHALL: And then your team was charged
with going out with excavations and you did the
excavations.

20 THE WITNESS: And then calling them back and
21 they would log them, of what took place and stuff.
22 MR. SCHALL: How did the paperwork flow? They
23 gave you the dig sheets and the?;what happened?
24 THE WITNESS: And then you would go out and
25 inspect them, call in the results of whether it was

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corrosion or a dent or nothing, and then they would 1 2 tell you whether fix it or repair it and then if you did, you know, I mean, then they would check it off, it 3 4 was repaired or wasn't even worth slabbing or you know. MR. SCHALL: Just clarification, Jim, is that 5 6 inspection of the pipe, not inspection of the site? 7 THE WITNESS: The pipe. MR. SCHALL: So, you wouldn't inspect the site 8 to see if you could dig it up or not? 9 THE WITNESS: Oh, yeah, beforehand. Yeah. 10 11 beforehand. MR. SCHALL: Beforehand. 12 13 THE WITNESS: Yes. MR. SCHALL: I just wanted to clarify that. 14 15 And then request a change report, is that what you call it? 16 THE WITNESS: Diagram change. 17 18 MR. SCHALL: Diagram change. THE WITNESS: Yes. 19 20 MR. SCHALL: Who prepared that then, one of 21 your people? 22 THE WITNESS: Yeah, whoever done the work, diagram a change. 23 24 MR. SCHALL: Okay. 25 **THE WITNESS:** And the exposed pipe report. EXECUTIVE COURT REPORTERS, INC. (301) 565-0064 -

1 That is two different reports. And a welding report if 2 you had that. A welding report. 3 MR. SCHALL: 4 THE WITNESS: Yeah. 5 MR. SCHALL: What kind of welding report? THE WITNESS: Well, if you are going to make a 6 7 weld and you know, you have reports on that, and reports on if you had it x-rayed and reports of .. 8 9 MR. SCHALL: Okay. 10 THE WITNESS: Hyper tested --11 MR. SCHALL: Is there a separate report when 12 you weld? 13 THE WITNESS: Oh, yeah. 14 MR. SCHALL: Sleeve --15 THE WITNESS: Well, there is a sleeve weld 16 report and there is butt weld, you know, it is all on 17 the same form, you have got to put down what kind of weld that you made. 18 19 MR. SCHALL: So, Richard's responsibility, I 20 quess, based on what you told me, was go out and 21 identify the site, figure out where the anomaly was. 22 THE WITNESS: Oh, no, no, that, he would find 23 out where the anomaly was in the office on the prints 24 and draw up the prints and we would go out and field, 25 that would be our responsibility to find it.

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1	MR. SCHALL: Physically in the field.
2	THE WITNESS: Yeah, physically, right.
3	MR. SCHALL: And then the crew and you
. 4	excavated whatever it was
5	THE WITNESS: Yes, just look at the site. It
6	wouldn't be a crew, it would be just one man to go out,
7	and oh, yeah, you know, there, it is next to a house,
а	you know, we are going to have to talk to the people,
9	we are going to have to support their foundation or
10	something, you know, if it is wet or something where
11	you have got to go 20 feet both ways in order to get
12	Cown, you know, maybe get a probe bar and see how ceep
13	the pipe is, and you know, so , you go out beforehand,
14	without the contractors or nothing and have those
15	people standing around.
16	MR. SCHALL: And then you came back with the
17	'contract crew, though?
18	THE WITNESS: Yes.
19	MR. SCHALL: To actually do the excavation or
20	the inspection and repair, right.
21	THE WITNESS: Not the inspection. I mean
22	MR. SCHALL: Well, you can't inspect it until
23	you excavate it, right?
24	THE WITNESS: Yeah, I mean, they are to
25	inspect, you know, we would look at the pipe, of
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1 course, not the contractor.

2 MR. SCHALL: Yes. 3 THE WITNESS: And of course, this day and age 4 we have contractors that inspect the pipe. We don't 5 , even do that anymore. Which is good. The other thing I was б MR, SCHALL: Okay. 7 confused about is Ron Greenwich, he was working for you 8 during the construction and commissioning of Bayview? 9 THE WITNESS: Yes, and even afterwards, up 10 until last May, let's say, whenever, whenever Craig became my boss, he no longer reported to me, he 11 12 reported to Craig. MR. SCHALL: Okay. And about when was that? 13 THE WITNESS: Last May, sometime. 14 MR. SCHALL: 2000? 15 16 THE WITNESS: Yeah. 17 MR, SCHALL: Okay. 18 THE WITNESS: It might have been April, I 19 don't know. 20 MR, SCHALL: Okay. THE WITNESS: It was suppose to be January 1st 21 22 or something, but I was still signing his time sheets and doing his expenses. 23 24 MR. SCHALL: You mentioned specifically that 25 Ron was always working on control valves, and leak EXECUTIVE COURT REPORTERS, INC.

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1 valves at Bayview, did I understand that correctly? 2 THE WITNESS: He was always working on them? MR. SCHALL: That was your --3 THE WITNESS: Yeah, oh, I am sorry. No more 4 than any other station, you know, it don't, I don't 5 recollect, you know, we have got more valves there to 6 work on then we do the other stations. Look how big 7 8 that place is, you know, I mean. MR. SCHALL: So, it wasn't --9 THE WITNESS: Yeah, no, no more than any other 10 11 place. MR, SCHALL: Okay. That is all I have. 1213 Thanks. MR. BESHORE: Johnny? 14 MR. PARRISH: I don't have anything. 15 16 MR. BESHORE: Patti? MS. IMHOF: Yes, I do. 17 Jim, you have been with Olympic for 27 years, 18 is that correct? 19 THE WITNESS: Yes, 26 and a half, Olympic is 20 21 gone now, so I have to quit counting. 22 MS. IMHOF: When you have been working for Olympic during those 26 and a half years, have you ever 23 24 had training that included -- assessment? THE WITNESS: Sounds fancy. I suppose I had, 25 EXECUTIVE COURT REPORTERS, INC.

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Mobil had their models, their little sayings like to it 1 right the first time, and Shell had, you know, take the 2 quality approach, and Echelon had, you know, and they 3 all tried to say the same thing, only using different, 4 big three dollar words and stuff. 5 6 MS. IMHOF: Did you feel like they meant it? 7 That that was •• 8 THE WITNESS: Oh, yeah. Yeah, they meant it. 9 All these oil companies, they mean it when they, yeah, 10 they will ask you a question and stuff, and you have, like when you evaluate your employees, you know, for 11 12 like merit raises, and stuff and you have goals, this and that, yeah, they take it seriously, all. 13 MS. IMHOF: So, they make it real clear that 14 15 if you had a wrong path or a right path, I mean, you . 16 knew what was expected. THE WITNESS: Oh, yes. Yeah. Like near 17 misses and stuff like that, yeah. Of course, it is 18 getting more popular, every four or five years you 19 20 notice it getting more and more and more, and one hour 21 response time, you know what I am saying. MS. IMHOF: So, talk about more today than it 22 23 was 25 years ago. 24 THE WITNESS: Yeah, and it is going to, it is going to be worse next year than this year as far as 25 EXECUTIVE COURT REPORTERS, INC. (301) 565 - 0064

the book works and the classrooms and the meetings, 1 2 yeah. Yeah. It is going to be a whole bunch of little . Petes running around there in five years. And I think 3 4 that is great. 5 MS. IMHOF: You mean you think it is driven by the Petes of the world? 6 THE WITNESS: Yeah, yeah, and it will be. And 7 I hope he --8 9 MR. KATCHMARZ: DOT you are talking about, 10 right, DOT. 11 MS. IMHOF: Yes. 12 THE WITNESS: Yeah, yeah, yeah. THE WITNESS: OSHA, and DOE and DOT, and you 13 14 know, it would be nice if everybody have crew cab . 15 trucks and you have everybody; you have three or four 16 people in the front and three and four people in the 17 .back, and when you **go** out and do a job, and then they will facilitate that and say, hey, this here, like that 18 there, and they will catch stuff, I mean, it is going 19 to be good. And people like me will make more and more 20 money because you will have more and more schooling to 21 22 do that. But, the price of everything is going to go 23 up, but, you know. MS. IMHOF: Okay. 24 25 THE WITNESS: Yeah. EXECUTIVE COURT REPORTERS, INC.

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MS. IMHOF: How about stress management, has 1 that been part of the training --2 THE WITNESS: Oh, yeah, yeah. They will have 3 in classes and stuff, and if you can make it, you can 4 go to them. But, you know --5 MS. IMHOF: I was just wondering because it 6 7 sounds like you have had some stress in your work load and the number of hours you are working there. а THE WITNESS: Yes. Yeah. 9 MS. IMHOF: Do those classes help you manage 10 11 your stress better? THE WITNESS: It don't hurt to talk about it. 12 13 MS. IMHOF: Yes. THE WITNESS: You know, yeah, they and it is 14 offered, you know, like if it is a DOT thing or 15 something, that would be mandatory, stress, if you make 16 17 it, go ahead and show up. MS. IMHOF: Okay. **Is** Olympic Pipeline -- Oh, 18 19 excuse me. THE WITNESS: If it is not mandatory, how many 20 hours you work, you know, you can only work so many 21 22 hours. MR. KATCHMARZ: Only if you are driving a 23 truck. 24 25 THE WITNESS: Yeah, only if you are driving a EXECUTIVE COURT REPORTERS, INC. (301) 565-0064

1 truck, yeah. MS, IMHOF: Or flying an airplane. 2 THE WITNESS: Yeah. 3 IMHOF: Is Olympic Pipeline a drug free 4 MS. work place? 5 THE WITNESS: Oh, yes. 6 7 MS, IMHOF: So that would be another training that you had complete training on that policy. 8 9 THE WITNESS: Oh, yeah. There are steps you have got to do when you pass out the samples and stuff. 10 11 Oh, yeah. 12 MS. IMHOF: And in your role as supervisor of the construction crew, did you participate in safety 13 14 meetings, or did you maybe --THE WITNESS: Oh, Shell had them once a week 15 on Mondays and Echelon, I think they were on Mondays, 16 =too, and **B.P.**, there are weekly safety meetings on 17 18 Mondays, and everybody takes a turn and that is the way B.P. is so far, you know, not every, you don't have a 19 20 safety person giving the safety meeting, you know, on 21 the bigger ones, yeah, you will have an all day, where the safety people do, but on your tailgate meetings and 22 stuff like that, yeah, it is the employees and stuff 23 24 that do them, put on the safety meetings. 25 MS. IMHOF: So, it is more focused on what, on EXECUTIVE COURT REPORTERS, INC.

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the work you are exposed to or what potential 1 2 THE WITNESS: Yes. We have some pretty good safety meetings. Of course, you have the mandatory 3 safety meetings, those are usually with a safety 4 5 person. 6 MS. IMHOF: Okay. Thank you, Jim. 7 MR. KATCHMARZ: Jim, I am going to go over 8 some of the stuff because I am really still not real 9 clear on this whole pig dig thing. 10 THE WITNESS: Okay. 11 MR. KATCHMARZ: You first off said that you were familiar with them running smart pigs. 12 THE WITNESS: Oh, yeah. 13 MR. KATCHMARZ: In '96 and '97. 14 THE WITNESS: Well, more years than that. 15 MR, KATCHMARZ: Yeah, I know, but we are 16 17 talking specifically about '96 and '97. THE WITNESS: Okay. 18 19 MR. KATCHMARZ: Do you know why they were 20 running those smart pigs? What caused them to run those smart pigs? 21 THE WITNESS: Oh, I don't know if it was 22 required or not, is why they were running them. We was 23 running them before smart pigs was required. I mean, 24 25 we were way ahead of them, at the time, really, I EXECUTIVE COURT REPORTERS, INC.

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think. And why they run them, if it was a requirement 1 2 or whether they did it just for giggles or what, I 3 don't know. 4 MR. KATCHMARZ: Okay. Can I, can I suggest something to you and just tell me if you know anything 5 6 about it? There was a release in '96 at the Eby Slew, 7 Ebby Slew. 8 THE WITNESS: Right. 9 MR. KATCHMARZ: Do you know of any 10 requirements subsequent to that to run any pigs? THE WITNESS: After that, because of the --11 i2 MR. KATCHMARZ: Because of that incident? THE WITNESS: Because of that? No, but it 13 14 would make, if I wasn't, I think we probably would have anyway, just to see what the other side of the slew 15 looked like. 16 17 MR. KATCHMARZ: Okay. THE WITNESS: Any other slew on the south. 18 Now, going back to the MR. KATCHMARZ: Okay. 19 20 sequence of events for these, for these pig digs. The way I understand it is, is that Richard Clausen would 21 be back at the office, he would make up dig sheets off 22 of the alignment sheets, he would overlay the defects 23 on the alignment sheets and then fax those or mail 24 25 those or carry those out to you in the field.

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THE WITNESS: In the office or **out** in the field.

MR. KATCHMARZ: Okay. Somehow or another he would **get** a copy of **them** to **you.**

THE WITNESS: Yes.

MR. **KATCHMARZ**: And then you would **go out** and either schedule your people or personally **go out** and say, okay, **this** is the **area** for **this** one, this is the **area** for the next one. Are there any times that you can **think** of that you did not dig an anomaly that was put on the dig sheet and given **to** you? Other than **this** one at the treatment plant.

THE WITNESS: Like I **say** ones are the worse cases, **a** number one. Let's say a class *two* is a little bit lesser. And we have had in the past where a *two* is bad **as** a one, maybe, and **so** then we might **dig** up a **three**. And then **all of** a sudden, you know, then they do *start*, where, you know, *so* you **might** have maybe, and of course, you **might** only have **10** ones, and then you will have **20** *twos*, and then maybe 300 **threes** or, you know, it seems like you had more of them, you know. And *so*, you *go* ahead and you **dig** up **so many** of these other, **so** you might say, well, let's *go* ahead and here is *20* of these number **threes**, **go** ahead and pick a couple out and we will *see* what they look like. You

might dig up three or four or whatever it is, and that 1 wasn't up to me, all dug, they would stop and I am 2 going to get this one, no, we don't need to, you know. 3 so, they would, so I would take the rest of that stack 4 back in there, a whole bunch of them sometimes. 5 MR. KATCHMARZ: Alignment sheets, similar to 6 something like this? 7 THE WITNESS: Oh -а MR. KATCHMARZ: Or dig sheets, I mean, not 9 alignment sheets. Were all of these anomalies one, 10 twos and threes put on these kind of a dig sheet and 11 given to you like that or would just the --12 THE WITNESS: No. 13 MR. KATCHMARZ: Just the ones and the twos. 14 15 The ones they really wanted to you dig. THE WITNESS: Yes. 16 MR. KATCHMARZ: They would **go** through and do 17 this dig sheet. 18 THE WITNESS: Yes. 19 MR. KATCHMARZ: That is what I want to 20 21 clarify. I am asking the question. THE WITNESS: Oh, okay. Well, on the threes, 22 like let's say if they wasn't that bad, Richard would 23, do two or three of them, you know, and go ahead and so, 24 you go ahead and you get to these and say, okay, I am 25

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ready for some more, no, we ain't going to do anymore. 1 Now, maybe he had the sheets, you know, but I know that 2 there is a bunch on the list. If the threes or the 3 fours or whatever it was started getting good, you 4 know, I mean --5 MR. KATCHMARZ: Small. 6 THE WITNESS: Yeah. 7 MR. KATCHMARZ: Non repairable. а 9 THE WITNESS: Yes; and so there is, so I know there is a whole bunch of them little ones that we 10 11 maybe never even had a sheet written up on. MR. KATCHMARZ: Okay. That **is** my question. 12 13 Now on the higher priority ones, the ones you are calling the ones and twos, he would make a sheet, go 14 through the trouble of making a dig sheet and getting 15 it to you in the field. Of any of those dig sheets, 16 'can you remember any of that you did not dig up? Other 17 18 than the one here at this --THE WITNESS: No, but I know there are other 19 ones that are there, that we have never checked, you 20 know, maybe don't have a dig sheet on it, but there is, 21 2.2 you know •• 23 MR. KATCHMARZ: Okay. But, then that --THE WITNESS: -- have lists of --24 25 MR. KATCHMARZ: But, that is not your call. EXECUTIVE COURT REPORTERS, INC. (301) 565-0064

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1	It is his call to make the dig sheets, I guess, if he
2	wants to dig up that anomaly.
3	THE WITNESS: Right, right.
4	-MR. KATCHMARZ: Okay.
5	THE WITNESS: Yeah, usually if he would make
- 6	up the dig sheets, I would, I would think that we would
7	dig.
a	MR. KATCHMARZ: Okay. And I am just trying
9	to get this clear here. Okay. So, he would make up a
10	dig sheet, send it to you and you would do the dig, and
11	return, and return the information to him with
12	excavation log and the diagram of change. At any time
13	that you can remember did Richard come out for these
14	digs?
15	THE WITNESS: Oh, yeah.
16	MR. KATCHMARZ: Okay. Did Richard ever come
17	out prior to the digs?
18	THE WITNESS: I am not saying he didn't. I
19	can't place any, but I can think of quite a few digs
20	that I have seen there and, hey, Richard, you know,
21	this one here is kind of a long, it is kind of hard,
22	you know, like that there, and so he will bring stuff
23	in, with Craig, Craig would come out there sometimes,
24	to see the river, was the latest, they both came out.
25	MR. KATCHMARZ: Okay. Have you ever heard

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the term "wrinkle bend"? 1 THE WITNESS: Like up at Ebby Slew? 2 3 MR. KATCHMARZ: Possible wrinkle bend, like from a pig or a dig sheet? Or at Ebby's Slew? 4 THE WITNESS: Yeah, that is what I would call 5 6 it. I know what a wrinkle bend is. 7 MR. KATCHMARZ: Was that the --THE WITNESS: A wrinkle bend -- Usually you а have corrosion or dents or --9 MR. KATCHMARZ: And that would be written 10 right on the dig sheet? 11 THE WITNESS: Yes. 12 MR. KATCHMARZ: What they thought it was. 13 14 THE WITNESS: Yes. 15 MR. KATCHMARZ: Okay. THE WITNESS: Of course, over the years, you 16 17 know, they got better and stuff, too, these dig sheets, 18 because you have more and more -- I don't think they used to tell you what, o'clock, you know, what position 19 20 that it was even in, you know, you know. But, we still 21 do knock off all the way around pipe. MR. KATCHMARZ: Sure. Okay. For this 22 particular dig sheet down at the Dakin-Yew pump 23 24 station, the first person out would have been Steve Rakmith? 25

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THE WITNESS: Rakwith. 1 MR. KATCHMARZ: And he is the preliminary go 2 down and look at the site and see what we need to do, 3 to- do the dig, what equipment we need? 4 THE WITNESS: On that particular one, Steve 5 6 was the first. 7 MR. KATCHMARZ: Okay. And who did he talk to after he had been down there? а 9 THE WITNESS: I know he talked to me. MR. KATCHMARZ: Okay. And what did he say to 10 11 you when he called you? 12 THE WITNESS: It is too wet to get in there, you know, it is under water. 13 14 MR. KATCHMARZ: Okay. And then, and then what did you do with that information? 15 THE WITNESS: Tell Richard that there was 16 17 water. 18 MR. KATCHMARZ: Okay. And just one more time, specifically, what did Richard say? 19 20 THE WITNESS: Next summer, when it gets drier, 21 he probably didn't even say summer, but when it gets 22 drier, which will be later on. I, I, on that dig sheet 23 it will probably tell you the date, but it seems like 24 it was in rainy season. 25 MR. KATCHMARZ: Okay.

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1 THE WITNESS: Which would be winter to me 2 because hell, who knows, around here it could be July 3 could be, but I know it was a wet time and we were 4 having a lot of rain.

MR. KATCHMARZ: Okay. Can I, can you take a 5 6 look at this? It is marked page 82, Confidential, Do 7 not Copy. And the reason I asked you one or two of those questions before, if you look on the left side at 8 the bottom, it says, 'did not inspect this location. 9 10 Tuboscope possible Mill/Mechanical 23 percent minimum 11 risk in parenthesis, Enduro .45 sharp (less than repairable.)" 12

THE WITNESS: That is good.

MR. KATCHMARZ: Close parenthesis and then an
R.J.K. at the bottom.

16 THE WITNESS: Yes.

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17 MR. KATCHMARZ: And --

18THE WITNESS: But, you know, he would have19gotten that from me or Steve. I don't know --

20 MR. KATCHMARZ: Okay. That does not tell you 21 that he was actually physically out there at that site, 22 that note at the bottom?

THE WITNESS: Yeah; that don't mean that hewas out there, at that site.

MR. KATCHMARZ: Okay.

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1	THE WITNESS: I mean
2	MR. KATCHMARZ: I agree, I agree.
3	THE WITNESS: He is a very busy fellow.
-4	MR. KATCHMARZ: Yes.
5	THE WITNESS: He don't have time to go out.
6	MR, KATCHMARZ: Okay. It looks like there
7	was a sticky that was copied on here, it says, 'Put in
a	one call before starting, backhoe, extend a hoe." Does
9	that writing look familiar to you?
10	THE WITNESS: It looks like Stevie's writing
11	to me.
12	MR. KATCHMARZ: Okay. Does that imply in
13	your mind that he was ready to dig that area?
14	THE WITNESS: That was a reminder for himself,
15	I would think, to put in a one call before starting and
16	he would need a backhoe, you know, if they was going to
17	'dig it. I mean, even during the summer time, a lot of
18	time you need an Extend a hoe and stuff. And he may
19	have been thinking, well, if we come by in summer, we
20	are going to have an extend a hoe.
21	MR. KATCHMARZ: Okay. And over there on the
22	right, under Bill Evans', the copy of Bill Evans' card,
23	it looks like and under the address and milepost 16,
24	there is a line and then under that it says, 'One call,
25	water lines on top of OPL." Would Steve have known
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that there were water lines on top of the Olympic
Pipeline in that area, do you think? I mean, is that,
that -- Do you know if a one call was already made for
this 'dig here?

THE WITNESS: I don't know.

MR. KATCHMARZ: Okay. Does he usually, when
he goes out, Jim, to do the preliminary view of the
a area, does he locate the lines, I mean, the OPL line?
Will he take a locator out there and locate it, flag it
or --

11 THE WITNESS: That would be two to one, half, I don't know, I think I -- There is one, way off down 12 the hill like that, I think you would have to locate 13 14 it, because it is, because there is PIs and stuff in there and I think he would probably got his locator out 15 and get your tape, you know, and you would mark and 16 17 that is kind of a pain when you are by yourself. In fact, it wasn't all that many years ago, we went to 300 18 foot tapes, so if you are by yourself, you have to go 19 20 back and forth. But, I would think that down in that 21 area, he probably would have located, was measuring. 22 Of course, we have got the measuring wheels now, too, you know, when you go, and I would think that far away, 23 24 he probably used a measuring wheel.

MR. KATCHMARZ: Okay.

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1 THE WITNESS: And I don't --2 MR. KATCHMARZ: He was getting ready to dig. 3 So, he was doing the preliminary. 4 THE WITNESS: Yes, yes, he was getting ready 5 to dig and it looks like -- maybe there could be water lines on top of OPL around there. 6 7 MR. KATCHMARZ: Okay. I quess I was just а wondering why he would know that without having made 9 the one call and having those marked. Well, I guess we 10 don't know if those were marked by the City Water 11 people or not. 12 Do you have any idea if this was the first time that this dig sheet was made up for, if this 13 particular one was the, what appears to be maybe the 14 15 second time this dig sheet was made up? Do you 16 remember being asked to dig this twice instead of just 'once or do you only remember once? 17 THE WITNESS: Oh, no. 18 19 MR. KATCHMARZ: Okay. And the reason I am 20 asking now is that if you look at the top, something 21 has been crossed out and Enduro is written in and then 22 the date was crossed out and 1/97 was put in there. 23 THE WITNESS: And that is not Steve's. 24 handwriting. 25 MR. KATCHMARZ: I am sorry? EXECUTIVE COURT REPORTERS, INC.

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1	THE'WITNESS: That is not Steve's handwriting.
2	MR. KATCHMARZ: Okay. And that is fine.
3	But, I am just looking on here and I see a lot t's
4	which would to me, I would think that those are
5	Tuboscope, so that might be the MFL run in '96? And
6	then the e's would be the Enduro. There is actually
7	one e. Be the Enduro run that was run in '97. So, I
8	am just wondering did they make up a dig sheet in 1996
9	after the Tuboscope run, you know, and then that one
10	wasn't dug and then they made up another one after the
11	Enduro run, and then it wasn't dug a second time. But,
12	as far 💶 you understand, you were only given this dig
13	sheet once.
14	THE WITNESS: Yeah, I can remember Stevie
15	talking or hearing from Rich, I think I heard from
16	Steve, himself, really and that it was under water and
17	stuff.
18	MR. KATCHMARZ: Okay. But, he wouldn't have
19	called Richard. He called you.
20	THE WITNESS: I mean, it wasn't above Steve,
21	you know, if you can't get ahold of me, and hey, what
22	do you'want to do, you know, like out there, and well,
23	let me talk to Richard. And if I wasn't there, maybe
24	he did call Richard on it and Richard told me and then
25	maybe, but I remember talking to Steve, I hear that was
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1 too wet or something, you know, I do that I did 2 communicate about it and I knew about it, you know. MR. KATCHMARZ: Okay. And in your, when you 3 look at these dig sheets, would you look at them in 4 great detail? I mean, if you saw three anomalies --5 THE WITNESS: Oh, it was always kind of 6 interesting to see, like, possible mash or whatever and 7 stuff and it was kind of interesting and --8 MR. KATCHMARZ: Had you ever seen one with 9 multiple indications real close? 10 MR. BESHORE: Is that a yes? 11 THE WITNESS: Yes. Yes, I am sorry. 12 13 MR. KATCHMARZ: Okay. Thank you. Okay. 14 But, I guess, Richard didn't seem real harried about 15 getting this done. 16 THE WITNESS: Real what? 17 MR. KATCHMARZ: Real excited about getting 18 this one done. 19 THE WITNESS: And it doesn't appear I did either. 20 MR. KATCHMARZ: Okay. 21 22 THE WITNESS: Because Richard he was, you 23 know, I know that he was the type that say, hey, let's 24 dig this, okay, and he was all for whatever. 25 MR. KATCHMARZ: Okay. Jim, are you familiar

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with the operation of relief valves? 1 2 THE WITNESS: No, sir. MR. KATCHMARZ: Okay. 3 THE WITNESS: I mean, I know what their 4 function is, but I wouldn't, you wouldn't want me to 5 take one apart for any repair leaks. 6 MR. KATCHMARZ: Okay. Are you familiar with 7 set points on relief valves? Are you familiar with set 8 points on PLCS? 9 THE WITNESS: Oh, no, definitely not there. 10 MR. KATCHMARZ: Okay. **So**, you really don't 11 have anything io do with any of that kind of work. 12 THE WITNESS: PLCs, no. 13 MR. KATCHMARZ: Okay. 14 THE WITNESS: And I know what the set points 15 are on, yes, but I am not an expert on none of that 16 • stuff. 17 MR. KATCHMARZ: Okay. 18 THE WITNESS: I ain't never worked on them. 19 None of them. 20 MR. KATCHMARZ: Would you think that an 21 individusl working for you would take it upon himself 22 to go out and change a set point, you know, just on his 23 own volition? He thought it needed to be changed, so 24 he changed it? 25

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1 THE WITNESS: Oh, oh, no, somebody would have 2 to report it, you know. MR. KATCHMARZ: He would have go through 3 4 Engineering perhaps to get the okay? THE WITNESS: Oh, yeah. Yeah. 5 MR. KATCHMARZ: You are comfortable with the 6 7 fact that your guys, anybody working for you would not a have just gone out and just arbitrarily set a set point higher, let's say, because they thought it should be 9 10 higher? 11 THE WITNESS: No. MR. KATCHMARZ: Ckay. okay, Jim, do you 12 regularly get e-mails? 13 14 THE WITNESS: Yes. 15 MR. KATCHMARZ: You do. Okay. Thank you. Do you regularly send e-mails, communications by 16 17 e-mail? 18 THE WITNESS: Not too many, no. Not too many at all. 19 20 MR. KATCHMARZ: Okay. Are you on the OPL employee list? 21 22 THE WITNESS: Yes, sir. 23 MR. KATCHMARZ: Okay. If you received an 24 e-mail that said from one of your workers to all OPL 25 employees that said, hey, I have changed this set point EXECUTIVE COURT REPORTERS, INC.

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650 pounds to 700 pounds, Merry Christmas, I will see 1 you in January, would that have struck you as being 2 something that you would question? 3 4 THE WITNESS: Oh, yeah. Yeah. 5 MR. KATCHMARZ: You would question that? THE WITNESS: I would --6 MR. KATCHMARZ: How would you, how would you 7 question that? 8 9 THE WITNESS: I would talk to somebody about 10 it, you know. 11 MR. KATCHMARZ: Okay. THE WITNESS: Yeah, thry --12 13 MR. KATCHMARZ: Do you remember specifically 14 receiving an e-mail on December 18th from Ron Greenwich 15 to all OPL employees, saying just that, that I have 16 changed the set points on the valves at Bayview from * 650 pounds to 700 pounds? 17 MR. BESHORE: Can we get a copy of that? 18 19 (Pause.) 20 MR. KATCHMARZ: I guess you can copies later. 21 (Pause.) THE WITNESS: I must have read it. 22 23 MR. KATCHMARZ: Okay. I am just wondering if 24 you would have questioned that? Would anybody have 25 questioned that? I guess I can only ask you would you EXECUTIVE COURT REPORTERS, INC.

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1 have questioned that? I am sorry.

THE WITNESS: Maybe, I would have read it and
thought that he had it from Engineering or something,
to change it to that.

5 MR. KATCHMARZ: Okay. That is what I asked. 6 You are comfortable with the fact that he wouldn't just 7 go out and do that without some sort of previous 8 authorization or talking to the Engineering Department. 9 But, would that have, would that have drew up a flag in 10 your mind?

11 THE WITNESS: It may not have.

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MR. KATCHMARZ: Okay.

13 THE WITNESS: It may not have because I don't 14 know what the settings are suppose to be, and so if it 15 as suppose to 800 pounds and maybe, well, I have got it 16 down to 700 pounds, maybe he had talked to an engineer 17 'and say, yeah, I will go ahead and I will change that. 18 MR. KATCHMARZ: Okay. But, you weren't real 19 familiar with the set points at Bayview.

20 THE WITNESS: No.

21 MR, KATCHMARZ: Okay.

22 THE WITNESS: And so, I ··

23 MR, KATCHMARZ: Okay. I thought you said you
24 were, you know, you had, you knew some set points. I
25 didn't know if you knew those or not.

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THE WITNESS: Yeah, yeah. 1 MR, KATCHMARZ: Okay. All right. Thank you 2 very much. 3 MR, BESHORE: Geoff? 4 MR. SMYTH: Hi, Jim. I just have a couple of 5 6 things. 7 THE WITNESS: Sure. MR. SMYTH: Could you explain your involvement 8 9 with the City of Bellingham? What kind of, has it been a comfortable environment, working environment between 10 11 the two organizations as an employee for Olympic? Ι mean, all through your tenure? 12 THE WITNESS: Yes, I mean, we got hit in that 13 area twice by contractors and stuff, and so, it is 14 automatically, oh, gee, the City of Bellingham, but. 15 MR. SMYTH: So, where was the two heads again. 16 'You mentioned those were in the '80s? 17 THE WITNESS: I would think so. I would think 18 19 so. 20 MR. SMYTH: And those two dig ups that you 21 mentioned to Allen that you did in the Mockin Creek 22 area prior to the Dakin-Yew. 23 THE WITNESS: Oh, yeah. 24 MR. SMYTH: Okay. THE WITNESS: Yeah, one was a slab and one 25 EXECUTIVE COURT REPORTERS, INC. (301) 565-0064-

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1 was a puppet, 2 MR. SMYTH: And this puppet. THE WITNESS: A short piece of pipe. 3 MR. SMYTH: Oh, okay. 4 THE WITNESS: I mean, it was damaged so bad we 5 couldn't slab it. 6 7 MR. SMYTH: Okay. **THE WITNESS:** Since I have been there on two 8 different occasions, I know that one was like a 30 some 9 10 hour deal. It was **a** heck of drain. MR. SMYTH: And where in relationship was that 11 in Mockin Creek? 12 13 THE WITNESS: Where we cross the creek, 14 heading south. 15 MR. SMYTH: Heading south. THE WITNESS: Yeah, take a 90, go along, take 16 17 'that other 90, and right along in there, where your road goes down the hill or used to go, maybe it does 18 still. I haven't been there in awhile. 19 20 MR. SMYTH: Okay. 21 THE WITNESS: But, you know, right along 22 there. It has been cut out with the new pipe that came 23 in there. 24 MR. SMYTH: Okay. THE WITNESS: And they are laying around 25 EXECUTIVE COURT REPORTERS, INC. _ (301) 565-3064

somewhere.

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MR. SMYTH: Did you have an access issues with 2 3 getting into the water treatment plant area that you can remember? I mean, when that happened in the '80s, 4 were you immediately brought in? 5 THE WITNESS: Getting access? 6 MR. SMYTH: I mean, because it is behind, it 7 is behind a, the water treatment plant is locked. 8 THE 'WITNESS: Yes. 9 MR. SMYTH: So, if you want to come onto your 10 right of way there, did you have any problems getting 11 into the treatment plant, that the City .. 12 13 THE WITNESS: No, you could always, I would always climb over your gate and walk **down** and look at 14 the exposed pipe report. I mean, it wasn't **a** real 15 16 high, just a **pipe** gate or whatever, **you** just step over `it. 17 MR. SMYTH: Right. 18 THE WITNESS: The other joggers and stuff get 19 down there. 20 MR. SMYTH: Okay. But, as far as you know, 21 22 if you needed to get in there to do some work by the water treatment plant, the City'of Bellingham didn't, 23 you know, stop you or there was no restrictions put on 24 25 you. It was your right of way, it was on our property,

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but you know, we didn't offer you any --

THE WITNESS: In fact, I think we were ready
to mow there the next day and I am sure you guys would
have let us come in there to mow.

MR. SMYTH: Right. Okay. One of the reasons 5 I bring it up is because on this, on your dig line, 6 7 your dig information for that, does say it was a difficult area to access. So, I am making sure that 8 that access is constructibility issue, not a, you know, 9 10 a property ownership issue, whether or not, you know, the access coming onto our property is difficult or 11 whether or not moving pieces of equipment on the 12 property was difficult to do the work. That is what I 13 am trying to •• If you needed to get on site, you were 14 able. 15

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THE WITNESS: Yeah.

17 MR. SMYTH: Okay.

18 THE WITNESS: You guys were always real
19 cordial, you know, you would drive up to the gates
20 sometime and say hi, if you wanted to walk down there,
21 or something.

22 MR. SMYTH: Okay. Did you have access to a 23 computer back in 1996, 1997, I mean, were you on the 24 e-mail, did you have your own personal computer? 25 THE WITNESS: Oh, yeah. Yeah.

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MR. SMYTH: Did you have, and you said you 1 only got these dig up sheets --2 THE WITNESS: I.think we did. We didn't get 3 them on the computer. 4 MR. SMYTH: You didn't get these on the 5 computer. So, do you have any knowledge, if you could 6 7 take a look at the sheet, of what K:/smartpig/dig2 а means? Would that be something if you had access to a 9 computer? THE WITNESS: Where is it? 10 11 MR. SMYTH: Down in the left corner there. THE WITNESS: I couldn't tell you what that 12 13 is. MR. SMYTH: Okay. I mean, because it appears 14 to me that somewhere in the Olympic system that the K 15 16 would probably maybe indicate a K drive for a hard disk or something, and the smart pig would be a directory 17 and it appears, it says dig2, so from not really being 18 familiar, it would appear to me that this is dig sheet 19 20 number two, meaning there would be a dig sheet number I don't know, I just -- Is that something you 21 one. 22 would be familiar with? THE WITNESS: No. 23 24 MR. SMYTH: No, okay. 25 THE WITNESS: It seems, like if it was coming EXECUTIVE COURT REPORTERS, INC. (301) 565-0064

from Ferndale where they had more, that would be, that
 was our second dig up, it could be number 14 or who
 knows.

MR. SMYTH: Okay. So, this may not 4 5 necessarily mean dig number two for this year or this area, but it could, you don't know what dig two means. 6 7 THE WITNESS: No. MR. SMYTH: Okay. And then the last question 8 9 is just clarification on Steve going out to the site, 10 - and you really don't remember when that might have been. Do you remember, was there an election going on 11 12 that year? Like a presidential election, do you 13 remember, the reason I bring that up, you know, I mean, 14 1996 presidential election. It is wet, it is the fall. Does that ring a bell? Do you guys, it doesn't ring a 15 16 bell. So, you really don't know when he went'out on the site. 17 18 THE WITNESS: No. 19 MR. SMYTH: Okay. Okay. I have one more

20 question for you.

Okay. What is your understanding of the 16
inch, 20 inch tee and that was above the Olympic
pipeline near the ruptured section of the pipe? I
mean, did you hear about that prior to the explosion or
during the construction or were you aware of that piece

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1 of waterline before the June 10th? THE WITNESS: No, no, I didn't realize you 2 3 guys had stuff in there. 4 MR, SMYTH: Okay. Until after. 5 THE WITNESS: Yeah. 6 MR. SMYTH: Okay. That is all I have.. 7 THE WITNESS: In fact, even when we had it а exposed, I didn't do too good, our contractor hit the 9 big one there. 10 MR. BESHORE: Linda, do you have any 11 questions? 12 MS. PILKEY-JARVIS: Yes, I do have a couple. Do you know anything about how OPL budgeted 13 to perform excavations like this to safeguard their 14 15 lines? THE WITNESS: How they would budget for the 16 17 'dig ups? MS, PILKEY-JARVIS: Right. 18 THE WITNESS: No, and whoever done it was just 19 20 guessing, because you don't know if, the grade ones, 21 yeah, you probably look at all of them, but the grade 22 twos, you don't know, you might have to go to grade . threes sometimes, you don't know before you get 23 24 started. So, I don't know how they would, you know, if I was going to do it, you know, you know you are going 25

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to spend a hundred thousand dollars, you know, I mean,
 they might even have that budgeted to run in the smart
 pigs, it might be for the smart pig and fixing, you
 know, the whole, the whole -- I don't know. I really
 don't.

6 MS. PILKEY-JARVIS: It sounds like what you 7 are suggesting is that a budget request is made after 8 the fact, maybe, so you have a budget, and you run a 9 smart pig, you look at what information that you had 10 from that inspection, and then you budget how much 'it 11 is going to cost, you budget and go request.

THE WITNESS: I don't know if they would do 12 that or not. 13 I don't know. I don't think I would. I would just go ahead and say, well, because you know 14 what the contractor is going to cost you, because you 15 do that up-front, hell, you might even be able to bid 16 that out, I don't know. And just go ahead and add a 17 couple of hundred thousand on to that, so you go ahead 18 and get started. I would. But, I don't know what they 19 20 do, to tell you the truth.

MS. PILKEY-JARVIS: Would it make sense to you
that maybe they just had an annual budget for this type
of work.

THE WITNESS: Oh, no, I don't think so. And
maybe they did, but I don't think so. In the future,

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1 we may, you know, okay, we are going to take this and, 2 you know, in fact, it might be, it is dictated to us right now, you know, okay, well, we have got to this 3 every three years and this one two months or whatever. 4 5 MS. PILKEY-JARVIS: Okay. Do you remember when you guys first starting running those inspection 6 7 pigs? THE WITNESS: I sure don't, but it was, I 8 9 think we were 'one of the, we were way ahead of everybody else, because we did it before it was 10 required, you know, I think Mobil was here. 11 MS. PILKEY-JARVIS: On, you think so. 12 THE WITNESS: I think Mobil was here when we 13 first started. 14 MS. PILKEY-JARVIS: The reason why I asked 15 16 that is because you said that both times with kind of 'pride, that your company was that far ahead. 17 THE WITNESS: Yes. 18 MS. PILKEY-JARVIS: so, you know --19 THE WITNESS: Or maybe they had been out for 20 years, but I had never heard of them. Hey, yeah, and 21 they wasn't too good, I don't think when they'first 22 came out. 23 MS. PILKEY-JARVIS: I am trying to see if you 24 25 can sort of remember the different inspection runs that EXECUTIVE COURT REPORTERS, INC. (301) - 565 - 0064

1 have occurred. You know, we have talked about, on this sheet of paper that, the dig sheet that you have looked 2 3 at, shows information about two separate runs that were made, and they were made by two different companies. 4 And I am just trying to understand if you, in your mind 5 6 you can distinctly remember the two different runs? 7 THE WITNESS: I can't. MS, PILKEY-JARVIS: Because that would help us 8 9 understand what year it was and when Steve went out and, you know, looked at the site to determine, you 10 know, to do this assessment about digging. It is 11 12 really important to try to pin that Lime down. THE WITNESS: -- probably everybody in this 13 room, I am pretty sure it was in the winter. 14 15 MS, PILKEY-JARVIS: Winter time of what year? THE WITNESS: Yeah. 16 Yeah. MS. PILKEY-JARVIS: That is why he asked you 17 18 the question about the election, because we are trying 19 to see if there is something that you can remember 20 about that year. 21 THE WITNESS: Yes. 22 MS. PILKEY-JARVIS: I mean, can you kind of 23 think about events that were occurring at that time, just to help us try to understand if it was in winter 24 of 1996 or winter of 1997. 25 EXECUTIVE COURT REPORTERS, INC.

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(Pause.) 1 THE WITNESS: I can't. No. 2 3 MS. PILKEY-JARVIS: Okay. Thanks for trying. THE WITNESS: I would like to think that 4f we 4 5 run it during the summer, it would have been there in 6 the fall in **a** year or something or maybe we would run it in winter, too, and went ahead and jump right on it. 7 а I have never known us to wait a year. 9 MS. PILKEY-JARVIS: Okay. 10 THE WITNESS: To go out and start diggings. MS. PILKEY-JARVIS: That is fair. Thanks. 11 12 You have talked a lot about how you, in your mind, classifying the anomalies by how critical they 13 were, a one or a two, but it is not clear to me how 14 that information gets communicated to you. 15 Is it 16 communicated on the dig sheet? THE WITNESS: I think it is. I didn't -- I 17 don' t --18 19 Let's see. 20 (Pause.) 21 THE WITNESS: This one doesn't have -- two 22 welds four feet apart. I think that is how long that 23 pup was there at the --MS. PILKEY-JARVIS: Well, instead of trying 24 to, you know, focus necessarily on this particular dig 25 EXECUTIVE COURT REPORTERS, INC. (301) 565-0064

1 sheet, why don't you just try to think about just general, just normal times. How is it communicated to you how critical an anomaly is, is it a one, or a two 3 or a three? 4 THE WITNESS: I thought I had seen it on the 5 dig sheets before. 6 7 MS. PILKEY-JARVIS: Okay. THE WITNESS: But, I thought I had. Maybe, 8 maybe I hadn't, but there would -- But, this one here 9 is kind, it does have the 23 percent, you know, so, and 10 maybe Richard had charts in the past --11 12 MS. PILKEY-JARVIS: Does that 23 percen': mean 13 something to you? 14 THE WITNESS: Yeah, 23 percent, it is 23 15 percent of the pipe wall is gone. 16 MS. PILKEY-JARVIS: Does that make it a one or 17 • a two or a three? 18 THE WITNESS: I couldn't tell you. Like I 19 say, I never got in, I know like if you see a backhoe 20 scratch or something, you know, you know it would be 12 21 and a half percent of the wall thickness of the pipe 22 and stuff like that. But, where you have got these 23 digs, if it is corrosion or something like that. it is different --. 24 MS. PILKEY-JARVIS: That is a fairly 25 EXECUTIVE COURT REPORTERS, INC. **(301)** 565-0064

1 knowledgeable answer. Did you, would you receive any 2 other information with the dig sheet that would, you 3 know, have the one or the two or the three, a spreadsheet from Excel, a table? 4 THE WITNESS: We had no, this is all we would 5 We wouldn't need all that stuff, you know, a lot 6 need. of times you open the door it is raining and it beats 7 you to the job and gets all wet. Richard wouldn't give 8 us anything --9 MS, PILKEY-JARVIS: When you typically went 10 and exposed something because you were looking at an 11 12 anomaly, how many feet of pipe would you expose? THE WITNESS: Sometimes the whole joint, when 13 we first got going. 14 MS. PILKEY-JARVIS: How many feet would that 15 16 be? THE WITNESS: Well, like in that Ferndale 17 18 Refinery, I think it is like 40 feet long, something 19 like that. And then other places there is like 60 20 feet, you know, there are 60 foot joints. And that is 21 when we first started. We were just, because they 22 wouldn't, they wouldn't guarantee nothing where about 23 in the pipe, so, you take that wrap and you knock the 24 whole thing off and you look at it, and stuff. You 25 don't see nothing.

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MS. PILKEY-JARVIS: When you were answering Allen's questions in the beginning, you talked about being surprised when Steve went and found that portion or that location on the line under water, and you said something about SEPA and it may require a SEPA, what did you mean by that?

THE WITNESS: Oh, if you are, just to see if 7 it is wetlands and stuff and it takes you, I had to do 8 one on my own place and it took me about six months. Ι 9 10 done a little bit nosing and stuff and didn't have a 11 permit or nothing, and they caught me, shut me down. And the kids had the horses, and I wanted to make 12 13 arena, you know, where they could trot around there and stuff and it cost me \$7,000.00, because I need to get 14 15 civil engineers and wetland geologists and stuff to say 16 whether it was or wasn't wetlands. And of course, my 'wetlands, you also know it is not a wetlands and they 17 18 disagreed with me. I said, why didn't you tell me, I 19 said, I would believed you and you could have saved me, you know, it was like \$3,000.00 for the wetland. 20 Α civil engineer is about 2500 and you put your signs and 21 22 stuff, public notice sign and if your neighbors have any complaints, then they can -- So I have got 23 wetlands. But, they let me keep the ring. 24 25 MS. PILKEY-JARVIS: How long ago did that

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happen to you?

2THE WITNESS: I think it was about six years3ago.

MS. PILKEY-JARVIS: So, so, if I understand 4 5 this correctly, you brought up SEPA because you were thinking that if it was a wetland areas and Olympic 6 7 wanted to dig there, that there may be extra hoops and a lot of bureaucracy that they had to go through in 8 9 order to be able to do that. THE WITNESS: Well, with pipeline and stuff 10 you can speed things up sometimes if it is, you know, 11 12 an emergency, something like that. MS. PILKEY-JARVIS: Did you have a 13 conversation with others, for example, Richard or 14 15 anybody else about SEPA, or is that something you are

16 just thinking yourself.

THE WITNESS: Just I am thinking.

MS. PILKEY-JARVIS: Okay. So, you don't
think that ••

20 THE WITNESS: But, everybody thinks that when
21 you are thinking wetlands and stuff.

22 MS. PILKEY-JARVIS: Okay.

23 THE WITNESS: Yeah.

24 MS. PILKEY-JARVIS: Well, what I am trying to
25 ask is, is it possible that that was a reason that this

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. particular site was not done, after an anomaly was 1 2 identified? THE WITNESS: Not that as much, it was just 3 that it was wet and wouldn't be feasible. It is not 4 5 that you couldn't get a couple of very big pumps out there and stuff, it is just that it not cost 6 prohibiting. Unless it was a bad, you know, a problem, 7 8 you know, I mean, you would have to shut the line down or do something, I mean. 9 MS. PILKEY-JARVIS: But, you don't recall 10 11 conversations with others in the company about the SEPA process in that particular site? 12 13 THE WITNESS: No. 14 MS. PILKEY-JARVIS : Okay. Thank you. And that creek down there, and the fact that 15 16 it was swampy or wet when he went out there, that is "just a seasonal thing, **am I** correct in that? 17 18 THE WITNESS: I think it is, of course, we 19 changing around and stuff now, but it did used to be, it would probably be damp even in the summer a little 20 bit. 21 22 MS. PILKEY-JARVIS: Okay. THE WITNESS: But, nothing like that. 23 MS. PILKEY-JARVIS: There is another pipeline 24 company that operates pipeline out in there area, 25 EXECUTIVE COURT REPORTERS, INC.

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Transmountain. Are you familiar with the way, with and . 1 2 both from Transmountain and --3 THE WITNESS: We were cleaning that creek out there a little bit and we had that spider coming up the 4 creek and I quess we didn't notify them and **so** they got 5 ahold of me and over the phone and it was rather irate 6 7 and stuff, I have had dealings with them. MS, PILKEY-JARVIS: Okay. а THE WITNESS: And I can't say as I blame them, 9 10 but --11 MS, PILKEY-JARVIS: Yes. And I was going to ask you to sort of think about some Olympic policies 12 about excavation and ask you to compare them with 13 14 Transmountain, but it doesn't sound like you are 15 familiar enough with Transmountain. THE WITNESS: The guys that work up there, I 16 17 . am sure they can communicate with them, you know, they 18 live up there, live around them and stuff. 19 MS, PILKEY-JARVIS: Do you ever see the Transmountain folks out there excavating and doing 20 thing6 to safequard their pipeline? 21 22 THE WITNESS: No, but we talked to here just last spring, we wanted **a** four wheel driver where their 23 line crosses our line, and stuff, and oh, yeah, hey, go 24 for it. 25

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(Tape ended.)

2 MS. PILKEY-JARVIS: Let me go back and ask you 3 one more question about budget and this will be my last 4 question.

5 Are you given an annual budget to operate6 your department?

7 THE WITNESS: I don't figure out, the number crunchers will put out how much gas I spent last year. 8 I don't keep track of how much we will **spend** on phones 9 10 and stuff. They will ask me stuff, like how much do 11 you want to spend on mowing this year and every year But, 12 that goes up and it has went up again this year. as -- I have never had no problems if I wanted to, said 13 what projects you got coming up and like when I was 14 with mechanics, you know, hey, let's get more, we need 15 more valves, hey, let's get a new pump, hey, we need 16 • more spares for an emergency or let's get more spill 17 equipment or something, you know, and I have always had 18 good luck, I mean, if you want chrome bumpers or 19 something, or something like that or you want CD's in 20 21 your, **on** stuff like that, but if it is related, they 22 don't say, you know, none of the oil companies ever have, especially safety and stuff like that. 23 24

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MS. PILKEY-JARVIS: I wasn't so much trying to understand whether you were frequently denied

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1 purchasing as to try to understand the budget process. 2 So, what I heard you say just now is that somebody handles budget issues, but you were asked for input in 3 forming the budget and then I assume when you want to 4 make purchases, there is paperwork and you --5 THE WITNESS: Right. 6 7 MS. PILKEY-JARVIS: -- submit in a request 8 and somebody approves. 9 THE WITNESS: Yes, yeah. 10 MS. PILKEY-JARVIS: Okay. 11 THE WITNESS: Some things they ask me, and other things ain't hone of my business, like how much 12 13 are we going increase wages next year. Now, I, when it 14 comes time to give pay raises out and stuff, you know, 15 so I find out, but they don't tell me, hey, we are 16 going to go ahead and increase wage benefits, or 'whatever, you know. They don't ask me. 17 18 MS. PILKEY-JARVIS: Okay. That is all I 19 Thanks. have. 20 MR. BESHORE: Let's take a break. 21 (Whereupon, a short recess was taken.) 22 MR. BESHORE: On the record. 23 We are administratively here, I am going to 24 take care of a couple of things. I mark as Exhibit 25 Cargo 1, the Compulsion Order for Mr. Cargo here for EXECUTIVE COURT REPORTERS, INC.

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his testimony here today. I mark as Exhibit 2 the dig 1 sheet that we were discussing that was previously 2 described as page 82. And as Exhibit Cargo 3, the 3 email that was printed out and it was labeled 6318 in 4 our original document production. 5 (The documents referred to .6 were marked for identification 7 as Cargo Exhibit 1, 2 and 3.) 8 MR. BESHORE: Tony, did you have any 9 10 questions? 11 MR, BARBER: Probably just briefly one. 12 Jim, Ron Greenwich works you or worked for 13 you before the incident. 14 THE WITNESS: Right. MR. BARBER: How long before the incident had 15 he worked for you? Just roughly. 16 17 THE WITNESS: Two and a half years. Right up 18 till last May. MR, BARBER: Did you know him before that? 19 THE WITNESS: I have known Ron since I was 22, 20 21 23. MR, BARBER: That is quite awhile. 22 THE WITNESS: Yeah, over 10 years. 23 MR, BARBER: Fair enough. 24 25 Is Ron an independent worker? Does he show a EXECUTIVE COURT REPORTERS, INC. (301) 565-0064

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1 lot of initiative and takes things on, or does he need a lot of direction and motivation from supervisors? 2 THE WITNESS: He is not the best mechanic. He 3 4 is the not the best mechanic, but Ron is, when Ron 5 really excels is when there is an emergency, even if it not for real, like a spill drill or if there really is 6 a seal that needs to be replaced or something. Yeah, 7 I think he has probably got, he has he is real good. 8 9 been doing it longer and well, now, Shelby Rogers is 10 down there, he probably has got as many years as a mechanic as Ronnie does, but yeah, there are people 11 that come to him and ask questions and stuff that, I 12 13 don't think he would win a foot race against them, you 14 know.

MR. BARBER: Did it ever, did it ever, you
said a couple of times before that Ron was, he worked a
lot with Craig Hammett and Richard Clausen.

18 THE WITNESS: Yeah, I mean, if Ron come to me with a question, you know, if **I** didn't understand it, 19 20 because I ain't no mechanic, you know, I would say, he 21 would say, now, Jim, this dah, dah, here is the 22 situation, do you want to make the decision. Do you want me to talk to Craig about it? And if I wasn't 23 busy, I would go with him, just if I would learn, you 24 25 know, not to, like I had an opinion or something, YOU

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1	know, just to see what Craig would say so I would				
2	learn, you know.				
3	MR. BARBER: So, did Ron kind of keep you				
4	pretty well informed of what he was up to, what he was				
5	doing?				
6	THE WITNESS: Oh, yeah. Yeah.				
7	MR. BARBER: Okay. I don't think I have any				
8	more questions, Allen. Thank you.				
9	MR. BESHORE: Eric, do you have any questions?				
10	MR. SAGER: A couple.				
11	The dig request that we were discussing				
12	earlier, that you believed, I believe, in fact, I				
13	believe your reaction was you had never seen one of				
14	these go uncompleted for a year.				
15	THE WITNESS: Yeah. I mean, apparently this				
16	one did, you know.				
17	MR. SAGER: What, in your opinion, needs or at				
18	that time, needed to be done to prevent this from				
19	happening in terms of management or process?				
20	THE WITNESS: Either Richard or I to follow up				
21	a little better on it, I suppose. Or Richard's boss.				
22	MR. SAGER: What was needed to ensure that you				
23	followed up on it?				
24	THE WITNESS: To have someone look at the sign				
25	off sheet, or whatever Richard used to make sure				
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1 something, that all the digs that was suppose to have 2 been dug, checked off, I quess. 3 MR. SAGER: Who would you recommend do that? . THE WITNESS: Engineering. 4 MR. SAGER: Any specific person? 5 THE WITNESS: But, but, I wouldn't hurt for 6 7 them to have had a little better support, maybe from 8 myself, you know, and other people. 9 MR. SAGER: Who in Engineering should have 10 signed off on it? 11 THE WITNESS: I would say Richard's boss. 12 MR. SAGER: Who was, by name? THE WITNESS: Craig. 13 MR. SAGER: How could you have supported him 14 better? 15 THE WITNESS: Well, if it, you know, I 16 17 remember Steve saying it was too wet, and Richard say, yeah, well, it is, you know, we will get it later, you 18 19 know, so, next year, whenever, or when summer comes 20 around or it got put on a back burner it sounds like to 21 me. 22 MR. SAGER: But, how could you have supported 23 him better? In terms of the .. 24 THE WITNESS: Say, hey, are we all done with 25 this particular pig run? Have we got everything all, EXECUTIVE COURT REPORTERS, INC. (301) 565-0064

1 you know, and then maybe me to have kept the list, pad somewhere or something. 2 MR. SAGER: For you to keep the list? 3 4 **THE WITNESS: To** help, to help someone out who was in charge of it. I think the person who is reading 5 them, you know, reading them, ought to be in charge of 6 7 signing them off. **MR.** SAGER: And the person reading them would 8 9 be? 10 THE WITNESS: Richard. 11 MR. SAGER: Has there been any action like 12 that taken since the 10th of June? 13 THE WITNESS: We are in the process now of, we 14 have got all the records of all the smart pigs we have 15 run and I am sure that, I don't know whose in charge of 16 that, but see we just switched over to these, I don't even know all the names. 17 I just met you here today, 18 and so, you know. 19 MR. SAGER: So, you are not the person to ask? 20 THE WITNESS: I don't know. 21 MR. SAGER: You don't know if you are the 22 person to ask? 23 THE WITNESS: Oh, no, I don't know who is in 24 charge of making sure all the pig dig ups that need to be done get done. 25

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1 MR. SAGER: Do you know if there is any plans 2 to clarify that? 3 THE WITNESS: Oh, there is somebody in the 4 company that knows. I don't know who is the top dog that is in charge of --5 MR. SAGER: I understand. My question was do 6 you know if there are any plans to clarify this, so 7 а that you would know who the top dog is? THE WITNESS: Oh, yeah. 9 10 MR. SAGER: And those plans are to be forthcoming? 11 12 THE WITNESS: Yeah, we ain't started this, 13 these dig ups yet. And I have heard that it is going 14 to be here in a couple of weeks, and I know that there is going to be a meeting tomorrow on the people who are 15 going to be doing some of the work and stuff. And I 16 'believe you will probably be one in charge. I was 17 18 talking to you just a little bit out there, but I don't know that for a fact, that you are the main man. 19 20 MR. SAGER: I understand you have been with 21 the company for 27 years. Began as a --THE WITNESS: Almost. 22 23 MR. SAGEF .: Began as a utility man in 1973. 24 THE WITNESS: Yes. 25 MR. SAGER: How many positions would you EXECUTIVE COURT REPORTERS, INC. (301) 565-0064

1 estimate that you have had in those 27 or 26 years? 2 THE WITNESS: They may have called me a 3 laborer when I first hired on, but a utility man is the 4 same thing anyway. So, I don't know if you want to 5 count that as two or one, because I didn't get a promotion when, if they did change that title. And I 6 7 think, I think I started off as a laborer. But, they didn't like the sounds of that, so they changed me to 8 9 utility man. It made me feel better, but I didn't get any more money. So, we will say that is two, and then 10 11 I was utility welder, and I was an assistant 12 construction foreman for a year or so in there, and 13 then I was construction supervisor. 14 MR. SAGER: And when were you a construction supervisor, when did you become that? 15 16 THE WITNESS: I think it is coming up on five 17 Five years. years. 18 MR. SAGER: That is where you are now. 19 THE WITNESS: Yeah. 20 MR. SAGER: Okay. 21 THE WITNESS: No, I am sorry, that would be 22 six. I am an assistant team leader now that B.P. is 23 onboard, so my title got changed again. So, I am an assistant team leader. 24 25 And that has been MR. SAGER: Okay. EXECUTIVE COURT REPORTERS. INC. (3-01) 565-0064'

1 following the incident on the 10th, that you became 2 assistant team leader? THE WITNESS: Right. 3 MR. SAGER: Okay. That is all I have. Thank 4 5 you. THE WITNESS: Okay. 6 MR. BESHORE: I have a clarification question. 7 8 Earlier you mentioned when the spider came down through the right of way on the Transmountain, that is the 9 spider that was in there after the accident? 10 THE WITNESS: Right, doing the clean up and 11 stuff and they were moving the logs in place and stuff. 12 MR. BESHORE: I just wanted to clarify the 13 14 time frame for that. Does anybody else have any follow up 15 16 questions for Mr. Cargo? MR. KATCHMARZ: Yes, I have a question, Jim. 17 And it is, it goes to the supervisory staff, I guess, 18 19 and I am just going to ask it, just to get your 20 reaction to it, and a response obviously. Why did you 21 take Richard's word for not doing the dig? 22 (Pause.) 23 MR. KATCHMARZ: Do you not understand the 24 question? 25 THE WITNESS: Yeah, I mean, you know, he was EXECUTIVE COURT REPORTERS, INC. (301) 565--0064

told that it was under water, and stuff, and we will 1 2 get it later. 3 MR, KATCHMARZ: Okay. You took that as a good enough answer. 4 5 THE WITNESS: Yes. MR. **KATCHMARZ:** You felt like it was his call 6 to do the 'dig in the first place. 7 THE WITNESS: Oh, yeah. Yeah, Richard always, 8 9 it was his idea whether, you know, he had the education and stuff for it, and I thought the guy was pretty good 10 11 at what he done, too, and I still do. But .. 3.2 MR. KATCHMARZ: Craig never got involved in 13 any of this, Craig Hammett? THE WITNESS: Oh, yeah, I mean, not, not, I 14 15 don't think he was as sharp at it as what Richard was. He was off building bridges and stuff or whatever he 16 'does, you know, and, you know, everybody has their own 17 little expertise or Something. And like when, somebody 18 asked me if he ever come out to the field, you know, 19 20 Richard, and I say, even Craig would sometimes, you know, if it was in question or something, yeah, 21 22 everybody took an interest then, you know, if you 23 called in and said, well, it is 30,000 deep and an inch 24 around, and it is **a**, or it is a corrosion or something, 25 and you are pretty descriptive of something, they would

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1 say, okay, well, we will cut it out or we will slab it 2 or, you know, but, if you call them and say, boy, I never seen one like this before. It is kind of 3 corrosion but or something or, you know, and mainly, 4 you know, dense or something like our little mites we 5 had at the time were only about that long, if the dent 6 7 was a little, how are you going to measure a dent if it is so, you know, they would come out with a little 8 tools and stuff and for, you know, if you had to make a 9 longer, you know, or if it was close, you know, like a 10 11 12 and 1/2 percent, and you figure, well, it is like 12 maybe, it is like maybe nine or something, you know, and well, you know, and sometimes they would say just 13 14 slab it anyway. Slab it anyway, you know. But, sometimes, well, let me see that, you know, if it was 15 16 something kind of interesting. Well, I don't know if it was a backhoe or a rock, or what the hell it was, 17 18 so, they would come out. 19 MR. KATCHMARZ: Okay. Have you seen a 20 difference, a change in your 27 years with the 21 different operators on --22 THE WITNESS: Well --23 MR. KATCHMARZ: Let me ask the question. On, on the amount of direct supervision or direction from 24 25 the top down, has it gotten stricter, or more lax with

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1 each subsequent, let's take Mobil to Shell, first? 2 THE WITNESS: I was kind of partial Mobil, because I cut my teeth with them, you know, they kind 3 of raised me. And then Shell, they were there for only 4 two years. And --5 MR. KATCHMARZ: Would you say your job is 6 7 more, more less strict now, there is not, I am talking а about prior to the accident? 9 THE WITNESS: Well, yeah, it is more strict. 10 I would think it is a little more strict. MR. KATCHMARZ: I am talking about prior to 11 12 the accident, with Texaco and then Echelon. THE WITNESS: Oh. MR. KATCHMARZ: Was it more or less strict than Mobil? 15 16 THE WITNESS: Oh, there is more strict in 'Mobil, but if Mobil was still in business, they would 17 probably be just as, you know, I grew up with everybody 18 19 being stricter, you know, so, I suppose, you know, as 20 time went by, Mobil was stricter, too. But, 21 definitely, whoever is our next operator, gets to be 22 more and more strict, and I don't know if that is just 23 because time is going by or if they really, you know, 24 if they are not strict, I think' they are going to go 25 belly up, you know, no matter what --

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MR. KATCHMARZ: But, in your opinion the 1 management structure was pretty strict under Texaco? 2 THE WITNESS: Not as much as Echelon, and I 3 think B.P. is going to be more than Echelon, of course, 4 I never got, you know, hell, Echelon was, what, five, 5 six months or something. 6 MR. KATCHMARZ: Okay. Thank you. 7 THE WITNESS: I think it is getting better as 8 time goes by. 9 MR. KATCHMARZ: Thank you, Jim. 10 THE WITNESS: No matter with what contractor 11 it is. 12 MR. BESHORE: Better in terms of things --13 THE WITNESS: Just getting stricter and better 14 documentation and stuff, and well, the regulations is, 15 you know, it is not just the oil companies, maybe, 16 'maybe they don't do it on their own. Maybe it is 17 regulators and stuff that are requiring this stuff, and 18 so, they are, I mean, everybody is playing ball it 19 seems like. 20 MR. BESHORE: And you view that as a positive 21 development? 22 THE WITNESS: Oh, yeah. Oh, definitely. 23 MR. BESHORE: Okay. Well, I would just ask 24 25 you, Jim, if there is anything else that we haven't EXECUTIVE COURT REPORTERS, INC.

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asked you about that you are aware that, that you feel 1 2 ' like we'need to be aware of to complete our 3 investigation? THE WITNESS: No, I do tell you, if I knew 4 5 what the deal was, I mean, I would tell you. I don't, 6 I don't, I will be glad when they found out who, what, why, where and when and go ahead and pay penalties and 7 a throw people in jail if that is what everybody wants, 9 or you know', and it is, you know, it is --10 MR. SAGER: That is not what we want. THE WITNESS: What is that? 11 MR. SAGER: That is not what we want. 12 13 THE WITNESS: Oh. Oh. 14 MR. SAGER: We are not talking about --THE WITNESS: Oh, nobody wants that, you know, 15 16 that only happens on rape convictions and murders and stuff like that, you know, for stuff that is 17 premeditated and on purpose type stuff. 18 19 MR. BESHORE: So your point was you just hope 20 it gets behind us and things move forward. THE WITNESS: Probably even more so than you 21 22 do, you know, and you, two, you know, I mean, you will go to another problem, just like I will go to other 23 problems, but get a new problem. 24 25 MR. BESHORE: Okay. Anything else? Okay. EXECUTIVE COURT REPORTERS, INC.

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1	Thank you, Jim.
2	THE WITNESS: Thank you.
3	MR. BESHORE: Off the record.
4	(Whereupon, the interview was concluded.)

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National Transportation Safety Board

Washington, D.C. 20594

In the Matter of the National Transportation Safety Board Investigation of the Pipeline Accident Occurring in Bellingham, Washington, on June **10,1999.**

COMPULSION ORDER

It appearing to the satisfaction of the Chairman of the National Transportation Safety Board:

- 1. That James Cargo has been called to testify or provide other information in this matter;
- 2. That James Cargo has refused or is likely to refuse to testify or provide other information, on the basis of his privilege against self-incrimination;
- 3. That in the judgment of the Chairman of the National Transportation Safety Board, the testimony or other information fiom James Cargo may be necessary to the public interest; and
- That this order has been issued with the approval of the Attorney General or her designated representative, pursuant to 18 USC Section 6003 and 28 CFR Section 0.175.

NOW, THEREFORE, IT IS **ORDERED**, pursuant to **18** USC Section 6002 and **6004**, that James Cargo appear and give testimony or provide other information which he has refused or is likely to refuse to provide or give on the basis of **his** privilege against self-incrimination as to all matters about. which he may be questioned in **this** matter.

IT IS FURTHER **ORDERED** that in accordance with the provisions of **18** USC Section **6002**, James Cargo shall forever be immune from the use of such testimony or information or any information directly or indirectly derived from such testimony against him in any prosecution, penalty or forfeiture, either State or Federal or otherwise; but the witness shall not be exempt from prosecution for perjury, giving **a** false statement or contempt committed while giving testimony or producing evidence under this order.

Jenh .2000. Datedthis day of Jim Chai

Exhibit Cargo # 1

OLYMPIC PIPE LINE COMPANY ENDURO 0000082 CONFIDENTIAL Addo FROM-IN **DIRECTIONS TO DIG SITE** LINALOG DIG INFORMATION Pipeline Segment FE-AL 16" Line Sheet 8 - 100 - 7 Drawing # Fe-/ 3 DO N Position ____ O'clock M.P. 16.0 Joint Length _23 Defect % 15 Øł. Delect Length 4 Detail: 1-6 from Wel AND POLLONE MA EXhibit (BILL L EVANS Chief Operator Water Treatment Plant (205) 676-6592 Lane ž City of Bellingham 2221 Pacific St. ISHU8 Bellingham, WA 9822 : and an 3501 Entouro says 22° DENO. SILVER Beach al Bok wares PLANT · Eatstage mp 16 One call ሉ 191 PIPE DEPTH s one Call 27. not inspect this Dıd on So sculo lastin Labourge possible dist much 23% (min) 45 sharp (less than repaired te) RIK. Diffinitarie to neeres) K:\@martpig\DIG2 AFE 9:

The Bayview/Ferndale incoming surge relief and the Bayview/Ferndale outgoing surge relief are active and set to relieve at seven hundred pounds. This means that both sides (incoming and outgoing) pipelines are protected against any high surges. You may use one or both pumps as you wish at Bayview. On another subject, Ken Cartton will cover my area and take my call-outs and my on-call weekend while I am on vacation. I will return to work on Wednesday, Jan. 6th, 1999. Merry Christmas and Happy New Year to all my friends at Olympic.

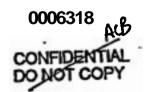


Exhibit Cango #3