

# Pipeline 101

What you need to know about pipelines





# Why Do We Need Pipelines?

- Safe, efficient and economical way to move energy resources
- Moves resources from production areas or ports of entry to consumers, airports, military bases and more
  - 185,000 miles of liquid petroleum pipelines
  - 320,000 miles of gas transmission pipelines
  - 2 million miles of gas distribution pipelines
- No matter your mode of travel, pipelines likely supplied the energy







## What Do Pipelines Transport?

#### **Transportation Industry**

- Gasoline
- Diesel
- Jet fuel
- Kerosene

#### **Heating Resources**

- Home heating oil
- Natural gas
- Propane

#### **Refiners & Manufacturers**

- Crude oil (for refiners)
- Raw natural gas liquids
- Propylene (for headlights, foam insulation, hoses and more)

#### **Agriculture Industry**

- Anhydrous ammonia (for fertilizer)
- Diesel fuel
- Propane





#### Types of Pipelines

#### **Liquid Petroleum Pipelines**

- Crude Oil Pipelines
  - Moves oil from production areas to collection points or storage facilities (2-8 inches in diameter)
- Refined Products Pipelines
  - Avg. 8-12 inches in diameter
  - 95,000 miles of pipelines nationwide (transports gasoline, jet fuel, home heating oil, diesel fuel, etc.)
  - o Delivers petroleum products to fuel terminals for distribution via tanker trucks
  - Supplies major industries, airports and electrical power generation plants
- Highly Volatile Liquid Pipelines
  - Transports ethane, butane and propane
- Carbon Dioxide Pipelines (CO<sub>2</sub>)
  - Transports CO<sub>2</sub> to storage sites

**Gathering pipelines:** Gather raw products from production wells and transport it to transmission pipelines.

**Transmission pipelines:** Transport products thousands of miles from processing facilities to distribution centers and storage facilities.

**Distribution pipelines:** distribute products to end users.

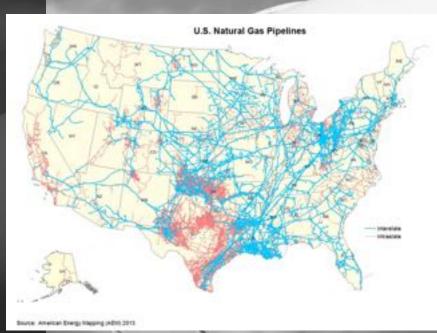




# Types of Pipelines

#### Natural Gas Pipelines

- Supply more than 20 percent of all energy used in U.S.
- More than 71 million residential, commercial and industrial natural gas customers in U.S.
- Delivered directly to homes and businesses
- Natural gas liquids (NGLs) divided into "dry" and "wet" natural gas products and transported in different pipelines









### The History of Pipelines

#### 1800s

- 1879: Tidewater Pipeline, a 6-inch diameter, 110-mile wrought-iron pipeline connects production center in Coryville, PA to Williamsport, PA
- 1880-1905: Refineries built near oil fields and connected by pipelines to production sites

#### 1900 - 1950

- 1920s: Pipeline mileage triples to 115,000 miles due to automobile boom
- 1945: Pipelines expanded further to support more product lines during WWII

#### 1950 - present

- 1950s 1960s: Pipeline industry installs infrastructure in U.S. Gulf Coast, Midwest and West Coast
- 1968: Colonial Pipeline established to supply products to eastern seaboard
- 1970-1977: Trans-Alaska Pipeline System (TAPS) completed
- 2000s: North American energy revolution leads to dramatic gains in crude oil and natural gas production





# Who Operates Pipelines?

#### Pipeline Operators

- Sole operators
- Publicly traded Master Limited Partnerships
- Stock corporations
- Power and chemical plant companies
- No ownership of products transported
  - "Transportation service intermediaries"
  - Shippers reserve specific amount of space per month to transport products







#### **Transportation Process**

- Batching
  - o Transport different types of liquid petroleum in same pipeline
  - Fuel delivered may not be the exact fuel shipped, but meets same specifications
- Cost & Oversight
  - o Transportation cost equals about 2.5 cents per gallon of gasoline
  - Federal Energy Regulatory Commission (FERC) regulates rates for interstate transport
    - Rates based on volume, distance between delivery points and competition in marketplace
  - Natural gas pipelines regulated like traditional monopoly utility





# Where Are Pipelines Located?

- Exist almost everywhere throughout U.S.
  - 3 to 4 feet underground or deeper (rivers or roads)
- Marked by aboveground signs, placards or stakes
  - Indicate presence, approximate location, product carried and pipeline operator
  - Signs are generally yellow, black and red
- Fenced and secured areas (for aboveground piping)
  - Routinely patrolled by foot, ATV, airplanes and/or helicopters
- Protected by National Call 811 Programs







### Where Are Pipelines Located?



#### Private Land

 Written agreements, or easements, allow pipelines to traverse private property

#### Right-of-Way (ROW)

- Strip of land 25-150 feet wide containing the pipeline, which:
  - Enables workers to gain access for inspection, maintenance, testing or emergencies
  - Maintains unobstructed view for aerial surveillance
  - Identifies area that restricts certain activities





# Where Are Pipelines Located?







## Are Pipelines Safe?

- Barrel of crude oil or petroleum reaches destination safely 99.999% of time
- Better safety record than other modes of transportation for petroleum liquids
- Incidents how do pipeline operators prepare?
  - Control room technologies
  - Emergency response plans and drills
  - Training with local first responders
  - Partner with National Transportation Safety Board (NTSB) and Pipeline Hazardous Materials Safety Administration (PHMSA) to determine incident causes and address potential problems







## Are Pipelines Safe?

#### Integrity Management

- Evaluating, inspecting and maintaining pipelines to prevent releases
- Millions spent each year on research into new inspection technologies
- Billions spent each year on safety, etc.
  - "Smart pigs" high-tech diagnostic device that travels inside pipeline to identify pipe irregularities; 90% detection rate
  - 24/7 control room operators reviewing information from instruments along pipeline
  - Shut-off valves to stop product flow within minutes and isolate pipelines where data indicates a possible leak





# How Can You Help With Safety?

#### "Call 811" (One Call Centers)

- 811 safeguards underground infrastructure including pipelines
- Contact your local One Call Center before digging

#### Awareness

- Know where pipelines are located and lookout for irregularities
- Leak Detection use your senses
  - Sight: Discolored vegetation, pools of liquid along right-of-way or suspicious vapor/mist
  - o Smell: Unusual odor or scent
  - Sound: Hissing or roaring sound along right-of-way







## **How Can You Help With Safety?**



#### In the event of a leak:

- Leave leak area immediately and walk into the wind away from fumes
- Do not touch, breathe or make contact with leaking liquids
- Do not do anything to create a spark such as lighting a match, starting an engine or using a mobile phone
- From a safe location, call 9-1-1 or your local emergency response number – and the pipeline company
- Warn others if you can do so safely
- Do not drive into a leak or vapor cloud area





#### Resources



- NPMS.phmsa.dot.gov
- CommonGroundAlliance.com
- AmericanPetroleumInstitute.com
- AOPL.org (Association of Oil Pipe Lines)





