



199.105(c)(2); 49 C.F.R. § 199.225(a)(1); O.C.G.A. §§ 46-2-20, 46-2-21(b)(5), 46-2-30, 46-2-91, 46-4-31, 46-4-34, and 46-4-35.; and Georgia Public Service Commission Rules 515-9-1-.06, 515-9-3; and 515-9-6-.01; all regarding the safe installation and operation of gas distribution systems within the State of Georgia.

**2.**

In accordance with the aforementioned legal citations in Paragraph 1 above, the Facilities Protection Unit Staff of the Commission has the authority to inspect the facilities of Georgia's natural gas providers pursuant to the laws cited herein and to seek the imposition of penalties for probable violations.

**3.**

The Company is a natural gas operator in the State of Georgia with gas transmission and distribution systems in and around the State; all of which are subject to the Commission's jurisdiction.

**4.**

As a natural gas transmission and distribution system operator, Respondent is subject to the requirements of 49 U.S.C.S. § 60122, 49 C.F.R. Parts 191, 192, and 199.

**5.**

On Aug 17, 2018, AGL notified the Commission of a natural gas explosion that occurred inside a commercial business at 23 E. Dame Avenue (the Coffee Corner) in Homerville, GA. There were three people inside the business at the time of the explosion who were transported to a hospital in Gainesville, Florida with burns and other injuries.

**6.**

On or about March 27, 2019, in accordance with Commission Rule 515-9-3-.08, AGL was notified in writing of Notice of Probable Violations (“NOPV”) incorporated within the context of Staff's Incident Report, DL19-004 (filed in this Docket No. 42166 on March 29, 2019), which alleged actions/inactions on part of Respondent in connection with the August 17, 2018 incident.

**AGREEMENTS**

By signing below, AGL agrees that all matters alleged in the NOPV outlined in Staff's written Investigation Report DL19-004 should be settled as follows:

**1.**

This Settlement Agreement, if approved by the Commission, will constitute a final resolution of this proceeding and any other proceeding that could have been brought against AGL in connection with the August 17, 2018 incident.

**2.**

AGL will spend \$110,000 on gas detector equipment to be provided to smaller fire

departments in the state of Georgia within the AGL service territory within one year of a Commission order adopting this Settlement Agreement.

**3.**

AGL will spend \$70,000 on educational programs to promote damage prevention with water and sewer organizations in Georgia within a three-year period following a Commission order adopting this Settlement Agreement. AGL agrees to work with the Pipeline Safety Staff in this effort.

**4.**

AGL will make a voluntary contribution of \$70,000 to the Georgia Pipeline Emergency Responder Initiative (GPRI) within forty-five (45) days of a Commission order adopting this Settlement Agreement that will be paid in certified funds and will be made payable as determined by the Commission.

**5.**

All costs incurred related to compliance with this Settlement Agreement will be timely booked in accordance with the Uniform System of Accounts prescribed for Natural Gas Companies subject to the Provisions of the Natural Gas Act. AGL acknowledges that the expenditures set forth in ¶¶ 2, 3, and 4 herein are not recoverable through regulated rates.

**6.**

If complications arise as to compliance with and/or implementation of this Settlement Agreement, AGL and Commission Staff agree to work in good faith to resolve any such complications.

**7.**

The Parties agree that this Settlement Agreement is a just and reasonable disposition of any fine or penalty that the Commission could have assessed against AGL in connection with the incident on August 17, 2018 in Homerville, Georgia, including without limitation the NOPVs.

**8.**

This Settlement Agreement shall not become effective until and unless it is approved by the Commission, at which time the Parties anticipate that the Commission will enter an Order adopting and incorporating the terms and conditions of this Settlement Agreement.

**9.**

The undersigned authorized representative of AGL acknowledges by his signature below that he has read this Settlement Agreement and understands its contents. The undersigned further acknowledges his Settlement Authority on behalf of AGL and agrees on behalf of AGL to the resolution of this proceeding as provided for herein.

This \_\_\_ day of September 2019.

Agreed to:

---

Bryan Batson, President, Atlanta Gas Light Company  
On Behalf of Respondent

---

Michelle Thebert, Director, Office of Pipeline  
Safety/Facilities Protection  
Georgia Public Service Commission