

Pipelines Amendment Regulation 2024

under the

Pipelines Act 1967

Her Excellency the Governor, with the advice of the Executive Council, has made the following regulation under the *Pipelines Act 1967*.

PENNY SHARPE, MLC Minister for Energy

Explanatory note

The objects of this regulation are the following—

- (a) to set out requirements for the protection of pipelines and land used in the construction or operation of pipelines,
- (b) to set out requirements for the provision of information, documents and evidence in relation to matters under the *Pipelines Act 1967*,
- (c) to provide for the making of directions in response to cyber security incidents,
- (d) to prescribe offences for matters referred to in paragraphs (a)–(c),
- (e) to remove the provision repealing the *Pipelines Regulation 2023* on 1 September 2024.

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Pipelines Act 1967

1 Name of regulation

This regulation is the *Pipelines Amendment Regulation 2024*.

2 Commencement

This regulation commences on the day on which it is published on the NSW legislation website.

Schedule 1 Amendment of Pipelines Regulation 2023

[1] Section 3 Interpretation

Insert in alphabetical order in section 3(1)— *cyber security direction*—see section 38A(1), *examiner*—see section 43C(1).

[2] Sections 26A-26C

Insert after section 26—

26A Maintenance of pipeline—the Act, Sch 2, cl 1

A licensee for a pipeline must maintain the pipeline in good condition and repair.

Maximum penalty—

- (a) for a corporation—2,000 penalty units, or
- (b) for an individual—400 penalty units.

26B Removal of property in connection with pipeline—the Act, Sch 2, cl 1

(1) A licensee for a pipeline must remove from the licence area all property not used, or not to be used, in connection with the operation of the pipeline.

Maximum penalty—

- (a) for a corporation—2,000 penalty units, or
- (b) for an individual—400 penalty units.
- (2) In this section—

property includes structures and equipment.

26C Removal of property by licensee or former licensee—the Act, Sch 2, cl 13

- (1) The Minister may, by written order served on a licensee, direct the licensee to do the following—
 - (a) remove, or cause to be removed, from the licence area, or a relinquished area, licence operations property,
 - (b) make arrangements, satisfactory to the Minister, to remove or dispose of the licence operations property,
 - (c) make good, to the satisfaction of the Minister, damage to the licence area or relinquished area caused by the removal of the licence operations property,
 - (d) make good, to the satisfaction of the Minister, damage to the licence area or relinquished area caused by a person engaged or involved in the operations or by the removal of the property, other than in the manner specified in the direction.
- (2) The direction may specify—
 - (a) the licence operations property to be removed, and
 - (b) the way in which the property must be removed.
- (3) A person must comply with a direction—
 - (a) in relation to a relinquished area—by the time specified in the direction, or
 - (b) in relation to a licence area—on or before the expiration of the licence.

Maximum penalty—2,273 penalty units.

(4) In this section—

licence operations property means property brought into a licence area or relinquished area by a person engaged or involved in the operations authorised by the licence.

licensee includes a former licensee of a licence that is wholly cancelled, partly cancelled, or expired.

[3] Sections 38A and 38B

Insert after section 38—

38A Cyber security directions—the Act, Sch 2, cl 11

- (1) The Minister may, by written order, give a direction (a *cyber security direction*) to a licensee requiring the licensee to take action the Minister considers reasonably necessary to—
 - (a) respond to the impact of a cyber security incident on the licensee's information technology systems, or
 - (b) prevent a cyber security incident impacting the licensee's information technology systems.
- (2) The cyber security direction has effect for the period specified in the direction.
- (3) A licensee given a direction must comply with the direction.

Maximum penalty—

- (a) for a corporation—2,000 penalty units, or
- (b) for an individual—100 penalty units.

38B Condition on licence—cyber security direction

For the Act, section 15(1)(a), it is a condition of a licence that the licensee must comply with a cyber security direction.

[4] Section 40

Omit the section. Insert instead—

40 Marking route of pipeline—the Act, Sch 2, cl 6

- (1) A licensee for a pipeline must mark, and keep marked, the route of the pipeline as follows—
 - (a) for a pipeline for high pressure gas or liquid petroleum—in accordance with AS 2885,
 - (b) otherwise—by ensuring signs (*pipeline signs*) are in place at the relevant points for the pipeline, specified in section 41, indicating the route of the pipeline.

Maximum penalty—

- (a) for a corporation—2,000 penalty units, or
- (b) for an individual—400 penalty units.
- (2) A person must not damage or remove a mark or sign, including a pipeline sign, required by this section.

Maximum penalty—10 penalty units.

(3) A licensee for a pipeline who removes the pipeline must remove all signs required by this section for the pipeline.

Maximum penalty—10 penalty units.

[5] Section 41, heading

Omit the heading. Insert instead—

41 Relevant points for pipeline signs—the Act, Sch 2, cl 6

[6] Sections 43A—43E

Insert after section 43—

43A Information required for approval of instruments—the Act, Sch 2, cl 10

- (1) This section applies to a person who has lodged an instrument for approval under the Act, Part 4.
- (2) The Minister may, by written order, direct the person to give to the Minister information about the instrument or the transaction to which the instrument relates.
- (3) A person—
 - (a) must comply with the direction, and
 - (b) must not give information that is false or misleading.

Maximum penalty for subsection (3)—

- (a) for a corporation—2,000 penalty units, or
- (b) for an individual—400 penalty units.

43B Production of documents for approval of instrument—the Act, Sch 2, cl 10

- (1) This section applies to an instrument lodged with the Minister for approval under the Act, Part 4.
- (2) The Minister may, by written order, direct a person to give the Minister, or to make available for inspection by the Minister or a person specified by the Minister, documents in possession or under the control of the person that relate to an instrument or transaction to which the instrument relates.
- (3) A person—
 - (a) must comply with the direction, and
 - (b) must not give or make available for inspection documents that are false or misleading.

Maximum penalty—

- (a) for a corporation—2,000 penalty units, or
- (b) for an individual—400 penalty units.
- (4) In this section—

documents includes books, records, maps and plans.

43C Evidence at inquiry—the Act, s 31A(4)

- (1) A body or person (the *examiner*) conducting an inquiry or examination may, by written order served on a person, require the person to do one or more of the following—
 - (a) give information in the person's possession or control to the examiner,

- (b) give evidence on matters the subject of the inquiry or examination before the examiner at times and places specified in the order,
- (c) bring information in the person's possession or control before the examiner at times and places specified in the order.
- (2) The order must—
 - (a) specify a reasonable time by which information or documents must be given, and
 - (b) describe information and documents either specifically or generally.
- (3) A person must comply with an order under subsection (1).

Maximum penalty—

- (a) for a corporation—2,000 penalty units, or
- (b) for an individual—400 penalty units.
- (4) In this section—

information includes documents, books and other papers.

43D Evidence on oath at inquiry—the Act, s 31A(4)

- (1) For the Act, section 31A(4)(a), the examiner may, subject to the *Oaths Act* 1900, section 13, require evidence referred to in section 43C(1)(b) to be given—
 - (a) on oath, and
 - (b) in writing or orally.
- (2) The following persons may administer the oath—
 - (a) for an inquiry or examination conducted by a body—the person presiding at the inquiry or examination,
 - (b) for an inquiry or examination conducted by a person—the person.

43E False or misleading evidence at inquiry—the Act, s 31A(4)

(1) A person must not give information or evidence referred to in section 43C(1) that is false or misleading.

Maximum penalty—

- (a) for a corporation—2,000 penalty units, or
- (b) for an individual—400 penalty units.
- (2) It is a defence to a prosecution under subsection (1) if the defendant establishes the defendant—
 - (a) believed the truth of the information or evidence given by the defendant, and
 - (b) gave the information or evidence in good faith.

[7] Section 46 Repeal

Omit the section.