The New OSHA: What Does It Mean This Time?

Presentation to the Rocky Mountain EHS Peer Group October 15, 2009 Sally K. Miller, CIH URS Corporation

"The New OSHA": 1995 Version

- OSHA will change from "command and control" model to "one that provides employers a real choice between a partnership and a traditional enforcement relationship."
- Partnership incentives: low priority for inspections and up to 100% penalty reductions

2009 GAO Report: OSHA's VPP Lacking Oversight

- No OSHA follow-up at 30 Voluntary Protection Program sites with fatalities
- No internal controls to ensure all Regions comply with VPP policies
- Inadequate effort to evaluate VPP's effectiveness

The New OSHA: 2009

STRONG ENFORCEMENT

New OSHA Leadership

- "There is a new sheriff in town. Make no mistake about it, the Department of Labor is back in the enforcement business."
- "Under my watch, enforcement of labor laws will be intensified to provide an effective deterrent to employers who put their workers' lives at risk."

-Labor Secretary Hilda Solis



New OSHA Leadership



"We are taking a fresh look at VPP participant exemptions from NEP inspections...and we are planning...ways to include VPP members in OSHA's focus on accurate recordkeeping."

Acting/Deputy Asst. Secretary for OSHA Jordan Barab, speaking at the VPP Participant's Association Annual Meeting in August

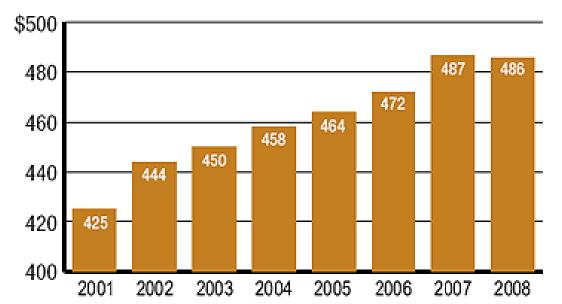
New OSHA Leadership

"OSHA badly needs a change in direction and philosophy..."

David Michaels, Nominee for Asst. Labor Secretary for OSHA



More \$\$ for OSHA



2009 = \$513M **2010 = \$555M**

More OSHA Inspectors

- OSHA Hiring 130 to 200 New Inspectors
- More OSHA inspections
 - Programmed
 - Site-specific targeted inspections
 - Emphasis Program inspections
 - Unprogrammed
 - Imminent danger
 - Accidents
 - Complaints
 - Referrals from other governmental agencies



Site-Specific Targeted Inspections

- OSHA's main inspection plan for nonconstruction employers with more than 40 employees
- Target: employers with high injury & illness rates
 - □This includes **Oil & Gas Extraction**

OSHA's Top Priorities



- Severe Violators Enforcement Program
- Increased criminal prosecutions
- Increased penalties
- Specific enforcement through NEPs
 - □ PSM at refineries, chemical plants
 - Combustible dust
 - □ Auditing compliance with recordkeeping requirements
- Review of cooperative programs (VPP)

OSHA's Agenda

- Pre-rule stage: Silica, Beryllium, Diacetyl
- Proposed rule: Confined Spaces in Construction, Cranes & Derricks in Construction; Hazard Communication
- Other objectives:
 - □ Decreasing reliance on "alliances"
 - Protecting Stimulus Project workers
 - Construction Safety Focus ("SWAT Teams")
 - □ The "60,000-lb elephant": Ergonomics

Congressional Issues



- Bills in the House:
 - Revise recording & reporting requirements
 - □ Grant OSHA authority to address imminent dangers
- Protecting America's Workers Act (PAWA):
 - Main OSHA reform bill
 - Extends coverage
 - Increases whistleblower protection
 - Significant penalty changes

Local Emphasis Programs

OSHA Region VIII (CO, SD, ND, MT, UT, WY): LEPs for Amputations, Falls in Construction, Silica, Work Zone Safety, and Oil & Gas Well Industry (Region-wide) State Plan states (WY, UT): □ No current LEPs directed at Oil & Gas □ Both have specific O&G regulations

Recent Citations at Refineries

March: Colorado, \$131K May: Texas, \$217K ■ July: Delaware, \$108K Pennsylvania, \$202K Texas, \$89K Louisiana, \$110K August: Oklahoma, \$240K September: Ohio, \$147K October: Texas, \$237K



Recent Citations Upstream



- Crude Pet & Nat Gas: 22 from 10 inspections
 Electrical hazards, PPE
- Nat Gas Liquids: 13 from 5 inspections
 PSM
- O&G Field Services: 503 from 136 inspections
 General duty citations!
 - □ Floor opening guarding, HazCom, electrical, PPE
 - \Box 1st aid, slings, respiratory protection

OSHA Region VIII Perspective

- Inspectors: 3 short of 2004 level
 - Probably won't see more in this Region
- Programmed inspections where rigs are active
 Safety: struck-by, falls from height, fires, PPE
 Health: Hydrogen sulfide, others?
- PSM inspections at refineries
- Unprogrammed inspections: imminent danger, accidents, complaints

Region VIII Director's Perspective

Focus on subcontractors

 Multi-employer worksite issues

 Comprehensive Health & Safety Program

 Does it reflect what is really going on?
 Do employees understand it?

AIHA's "Washington Insider"



- 2009: much activity, same result so far
- Shifting focus from number to <u>quality</u> of alliances
- Redirecting resources to ENFORCEMENT
- Asst. Sec. Nominee Michaels?
 - □ Industry push-back
- Ergonomics?

An Attorney's Perspective



- Review H&S programs for OSHA compliance, especially recordkeeping
- Demonstrate "top-down" and "bottom-up" commitment to worker H&S
- Have a plan to manage OSHA inspections
- Focus on your "key risks"

James A. Lastowka, McDermott, Will & Emery, LLP, "Get ready for a more aggressive OSHA," *Reliable Plant Magazine*, 9/2009

The New OSHA: 2009

Questions?

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