

DRUG AND ALCOHOL TESTING FOR PIPELINE CONTRACTORS SUPPLEMENT

GENERAL TERMS AND CONDITIONS FOR PURCHASES  
THAT INCLUDE SERVICES

Supplier must comply with all requirements of 49 CFR Part 199, Pipeline Hazardous Material Safety Administration, Department of Transportation and 49 CFR Part 40, Procedures for Transportation Workplace Drug and Alcohol Testing Programs, as may be revised from time to time. When this requirement applies to Supplier's services, prior to the start of the services, Supplier shall provide Company the names, addresses and telephone numbers of the company and medical review officer administering its drug-testing program. Supplier shall require the company and medical review officer furnishing drug-testing services to provide Company copies of the statistical reports to ensure maintenance of an active testing program which are sent to them at the end of each quarter. During the period that Supplier is providing services, Supplier shall submit to Company a detailed report of its drug-testing program which shall include the number of Supplier employees tested, the number of positive test results, and the action taken by Supplier in each case. Company shall have the right to audit Supplier's drug-testing program for the purpose of verifying compliance. Any Supplier which is deemed by Company as failing to comply with the regulatory requirements may be removed from any work it may be performing for Company; and Supplier shall reimburse Company all costs and expenses incurred as a result of its failure to comply, including, but not limited to, fines and penalties and additional costs to complete the work in progress.