

VIA UPS GROUND: 1Z WR2 588 03 9866 1173

August 4, 2011

Mr. Duncan Jakes
Operations Manager
Fairbanks Natural Gas Company
3408 International Way
Fairbanks, AK 99701

CPF 5-2011-0010M

Dear Mr. Jakes:

On April 27, 2011, a representative from the Pipeline and Hazardous Materials Safety Administration (PHMSA), pursuant to chapter 601 of 49 United States Code, conducted an on-site pipeline safety inspection of Fairbanks Natural Gas Company's procedures in Fairbanks, Alaska. As a result of the inspection, Fairbanks Natural Gas Company was issued a Notice of Amendment on May 17, 2011, which proposed amendment of your procedures.

Fairbanks Natural Gas Company submitted its amended procedures on July 28, 2011. My staff reviewed the amended procedures, and it appears that the inadequacies outlined in this Notice of Amendment have been corrected.

This letter is to inform you no further action is necessary and this case is now closed. Thank you for your cooperation.

Sincerely,

Dennis Hinnah
Deputy Director, Western Region
Pipeline and Hazardous Materials Safety Administration

cc: PHP-60 Compliance Registry
PHP-500 B. Flanders (#134344)