

**AUG 17 2011**

Mr. Michael W. Joynor  
Senior Vice President of Operations  
Alyeska Pipeline Service Company  
900 E. Benson Blvd.  
P.O. Box 196660  
Anchorage, AK 99519

**Re: CPF No. 5-2011-5001S**

Dear Mr. Joynor:

Enclosed please find a Consent Order incorporating the terms of the Consent Agreement that you signed on August 12, 2011. Service of the Consent Order and Consent Agreement by certified mail is deemed effective upon the date of mailing, or as otherwise provided under 49 C.F.R. § 190.5.

Thank you for your cooperation in this matter.

Sincerely,

Jeffrey D. Wiese  
Associate Administrator  
for Pipeline Safety

Enclosure

cc: Mr. Alan Mayberry, Deputy Associate Administrator for Field Operations, Pipeline Safety  
Mr. Chris Hoidal, Director, Western Region, PHMSA  
Mr. Dennis Hinnah, Deputy Director, Western Region, PHMSA

**CERTIFIED MAIL - RETURN RECEIPT REQUESTED [7005 1160 0001 0070 4183]**

**U.S. DEPARTMENT OF TRANSPORTATION  
PIPELINE AND HAZARDOUS MATERIALS SAFETY ADMINISTRATION  
OFFICE OF PIPELINE SAFETY  
WASHINGTON, D.C. 20590**

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<b>In the Matter of</b>	)	
	)	
<b>Alyeska Pipeline Service Company,</b>	)	<b>CPF No. 5-2011-5001S</b>
	)	
<b>Respondent.</b>	)	
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**CONSENT ORDER**

By letter dated February 1, 2011, the Pipeline and Hazardous Materials Safety Administration (PHMSA) Office of Pipeline Safety issued a Notice of Proposed Safety Order (Notice) to Alyeska Pipeline Service Company (Respondent) in this case.

In accordance with 49 C.F.R. § 190.239, the Notice alleged that multiple conditions exist on the Trans-Alaska Pipeline System (TAPS) that, without corrective measures, would pose a pipeline integrity risk to public safety, property, or the environment. Specifically, the Notice alleged that such conditions caused a loss of system integrity and a hazardous liquid leak that began on January 8, 2011, at the company's Pump Station 1 facility, demonstrating the presence of integrity risks on TAPS.

In response to the Notice, Respondent requested an informal consultation. Respondent and PHMSA engaged in good-faith settlement discussions resulting in the Consent Agreement, attached to this Order, that settles all of the allegations in the Notice.

Accordingly, the foregoing Consent Agreement is hereby approved and incorporated by reference into this Order. The Respondent is hereby ordered to comply with the terms of the Consent Agreement, effective immediately.

Pursuant to 49 U.S.C. 60101 *et seq.* and 49 C.F.R § 190.221, failure to comply with this Consent Order may result in the assessment of civil penalties of up to \$100,000 per violation per day, or in the referral of the case for judicial enforcement. The terms and conditions of this Consent Order are effective upon service in accordance with 49 C.F.R. § 190.5.

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Jeffrey D. Wiese  
Associate Administrator  
for Pipeline Safety

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Date Issued