

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

January 7, 2014

Mr. Tom Barrett
President and CEO
Alyeska Pipeline Service Company
3700 Centerpoint Drive
Anchorage, AK 99503

**CPF 5-2008-5008
Closure Letter**

Dear Mr. Barrett:

On May 16, 2011, PHMSA entered into a Compromise Agreement and Order (CA&O), whereby the parties mutually agreed that Alyeska had satisfied the terms of four (4) previously proposed compliance orders except for Item 7 of CPF 5-2008-5008. With respect to Item 7 (Item 17 of the CA&O), Alyeska was required to develop and implement a risk-based atmospheric corrosion control monitoring program for the Trans-Alaska Pipeline System (TAPS), as required under regulation §195.583.

On May 14, 2012, Alyeska submitted procedures as required by the CA&O. The procedures described Alyeska's method for conducting risk-based atmospheric corrosion control monitoring for the mainline TAPS and other facility piping. PHMSA responded to Alyeska on May 20, 2013 to inform them that their risk based atmospheric corrosion control procedures were still inadequate.

Alyeska submitted revised procedures on June 20, 2013, August 1, 2013, and January 3, 2014. My staff reviewed the amended procedures (MP-166-3.03-02, Revision 6, effective date 12/24/13), and it appears that the inadequacies have been corrected. PHMSA will confirm during future inspections that Alyeska's corrosion control plan is properly implemented and the pipelines are protected against atmospheric corrosion.

This letter is to inform you this case is now closed. Thank you for your cooperation.

Sincerely,

Chris Hoidal
Director, Western Region
Pipeline and Hazardous Materials Safety Administration

cc: PHP-60 Compliance Registry
PHP-500 J. Strawn (#118838)