CERTIFIED MAIL - RETURN RECEIPT REQUESTED

April 6, 2011

Mr. Kevin Bodenhamer  
Senior Vice President of Liquid Pipeline Operations  
Dixie Pipeline Company  
1100 Louisiana Street  
Houston, Texas 77002-5227

CPF 2-2010-5003M

Dear Mr. Bodenhamer:

On January 31, 2011, the Pipeline and Hazardous Materials Safety Administration (PHMSA) issued to Dixie Pipeline Company (Dixie) an Order Directing Amendment (Order), which required Dixie to amend certain procedures.

Dixie submitted its amended procedures on March 25, 2011, and then modified its response on March 31, 2011, after a discussion with a PHMSA senior engineer. We have reviewed the amended procedures and have determined that Dixie has complied with the terms of the Order. No further action is necessary with regards to the Order and this case is now closed.

Please be advised that this letter refers only to CPF 2-2010-5003M and not to any other PHMSA pending cases. Also be advised that nothing herein states or implies that the Dixie Pipeline Company pipeline system meets the requirements of the federal pipeline safety laws or regulations. The pipeline system remains subject to inspection by PHMSA.

Sincerely,

Wayne T. Lemol  
Director, PHMSA Southern Region  
Office of Pipeline Safety