



U.S. Department
of Transportation

**Pipeline and
Hazardous Materials Safety
Administration**

233 Peachtree Street Ste. 600
Atlanta, GA 30303

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

July 20, 2012

Mr. Jeffrey W. Gifford
Vice President, HSSE
Genesis Energy
919 Milam, Suite 2100
Houston, Texas 77002

CPF 2-2012-5002M

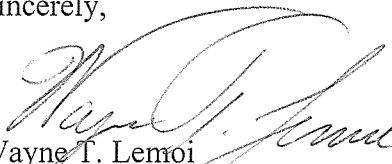
Dear Mr. Gifford:

From November 2, 2011 to February 16, 2012, a representative of the Pipeline and Hazardous Materials Safety Administration (PHMSA) inspected the Genesis Pipeline USA, L.P. (Genesis) written operations and maintenance procedures contained in the *Genesis Energy Liquid & CO₂ Operations, Maintenance and Emergency Procedures Manual* (LOM&E), pursuant to Chapter 601 of 49 United States Code. As a result of the inspection, PHMSA issued a Notice of Amendment (NOA) on April 19, 2012.

The PHMSA Southern Region received your written response to the NOA on May 24, 2012. In addition, we received certain revised amended procedures via email after we provided feedback to Genesis relating to your response. Upon review of the aforementioned responses, we find Genesis' amended procedures adequate. This letter is to inform you that Genesis has complied with the terms of the NOA and that no further action is necessary with regards to the NOA. This case is now closed.

Please be advised that this letter refers only to the NOA (CPF 2-2012-5002M) and not to any other PHMSA pending cases. Also be advised that nothing herein states or implies that the Genesis LOM&E meets the requirements of the federal pipeline safety regulations or that the LOM&E is approved. The pipeline system and LOM&E remain subject to inspection by PHMSA.

Sincerely,


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