

IFIED MAIL - RETURN RECEIPT REQUESTED

February 8, 2011

Mr. Todd Denton,
Vice President, Regional Operations
NuStar Pipeline Operating Partnership L.P.
2330 N. Loop 1604 West
San Antonio, TX 78248-4512

CPF 3-2006-5042

Dear Mr. Denton:

On February 20, 2007, the Pipeline and Hazardous Material Safety Administration (PHMSA) issued to Kaneb Pipe Line Company/Valero, L.P. a Final Order in the above-referenced case. NuStar Energy, LP. is the current operator responsive to this Order. The Order included a Compliance Order to provide a remediation plan, schedule, and evaluate each pipeline crossing with foreign pipeline crossings for adverse effects of stray currents on your Mandan, ND to Roseville, MN pipeline. Based on a review of the documentation you provided on October 23, 2006, and January 24, 2011, it has been determined that you have complied with the terms of this Order.

Accordingly, this case is now closed and no further action is contemplated with respect to the matters involved in this case. Thank you for your cooperation in this matter.

Sincerely,

David Barrett
Director, Central Region
Pipeline and Hazardous Materials Safety Administration