



KOCH NITROGEN COMPANY, LLC

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

10 October 2012

Mr. David Barrett
Director, Central Region
Pipeline and Hazardous Materials Safety Administration
901 Locust Street, Suite 462
Kansas City, MO 64106-2641

RECEIVED OCT 16 2012

CPF 3-2012-6002M

Dear Mr. Barrett,

I am writing in response to your Notice of Amendment letter dated September 14, 2012 (matter number CPF 3-2012-6002M) (Notice). The Notice concerned the results of PHMSA's inspection at the Koch Nitrogen Company, L.L.C. (KNC) facility in Garner, Iowa on October 11-13, 2011. The inspection involved a review of procedures for Operation and Maintenance under 49 CFR Part 195. In the Notice, PHMSA identified four issues, each of which could be addressed and resolved by amending the Terminal's Procedural Manual for Operations and Maintenance (O&M Manual).

With the Notice, PHMSA included a document entitled Response Options for Pipeline Operators in Compliance Proceedings. As per Part II.a of the Response Options, Koch will not contest the issues identified in the Notice. To address the issues, KNC has engaged an outside consulting firm to assist with amending its O&M Manual consistent with the recommendations in the Notice. KNC anticipates that all of the identified issues will be addressed in the plan by October 31, 2012 and, as stated in the Notice, the matter will be closed.

As requested in the Notice, I will forward the amended procedures to your office. If you have any questions or wish to discuss further, please call me at 316-828-8959.

Sincerely,

Shawn Kimberly
Vice President – Terminals Operations
Koch Nitrogen Company