

April 16, 2015

Mr. Kelcy L. Warren
Chief Executive Officer
Energy Transfer Partners, LP
3738 Oak Lawn Avenue
Dallas, Texas 75219

Re: CPF No. 3-2014-1008S

Dear Mr. Warren:

Enclosed please find a Consent Order incorporating the terms of the Consent Agreement between Pipeline and Hazardous Materials Safety Administration and your subsidiary, Panhandle Eastern Pipeline Company, LP, that was executed on April 1, 2015. Service of the Consent Order and Consent Agreement by certified mail is deemed effective upon the date of mailing, or as otherwise provided under 49 C.F.R. § 190.5.

Thank you for your cooperation in this matter.

Sincerely,

Jeffrey D. Wiese
Associate Administrator
for Pipeline Safety

Enclosure

cc: Mr. Allan Beshore, Director, Central Region, PHMSA

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

**U.S. DEPARTMENT OF TRANSPORTATION
PIPELINE AND HAZARDOUS MATERIALS SAFETY ADMINISTRATION
OFFICE OF PIPELINE SAFETY
WASHINGTON, D.C. 20590**

In the Matter of)	
)	
Panhandle Eastern Pipe Line Company, LP,)	CPF No. 3-2014-1008S
a subsidiary of Energy Transfer Partners, LP,)	
)	
Respondent.)	
)	

CONSENT ORDER

By letter dated December 24, 2014, the Pipeline and Hazardous Materials Safety Administration (PHMSA), Office of Pipeline Safety, issued a Notice of Proposed Safety Order (Notice) to Panhandle Eastern Pipe Line Company, LP (PEPL or Respondent), a subsidiary of Energy Transfer Partners, LP (ETP) in this case.

In accordance with 49 C.F.R. § 190.239, the Notice alleged that conditions existed on PEPL's pipeline system that might pose a pipeline integrity risk to public safety, property, or the environment. The Notice also proposed that PEPL take certain corrective measures to remedy the alleged conditions and ensure that the public, property, and the environment were protected from the potential risk.

In response to the Notice, Respondent requested an informal consultation, whereupon the parties engaged in good-faith settlement discussions that resulted in the Consent Agreement attached to this Order and that settles all of the allegations in the Notice.

Accordingly, the foregoing Consent Agreement is hereby approved and incorporated by reference into this Order. The Respondent is hereby ordered to comply with the terms of the Consent Agreement, effective immediately.

Pursuant to 49 U.S.C. 60101, *et seq.*, failure to comply with this Consent Order may result in the assessment of civil penalties of up to \$200,000 per violation per day, or in the referral of the case for judicial enforcement.

The terms and conditions of this Consent Order are effective upon service in accordance with 49 C.F.R. § 190.5.

Jeffrey D. Wiese
Associate Administrator
for Pipeline Safety

Date Issued