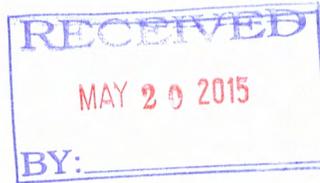




TransCanada
In business to deliver

May 18, 2015



Ken Crowl
Director, Regulatory Compliance

Mr. Rodrick Seeley
Director, Southwest Region
Pipeline and Hazardous Materials Safety Administration
8701 South Gessner, Suite 1110
Houston, Texas 77074

tel 832.320.5462
fax 832.320.6462
email ken_crowl@transcanada.com
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Re: CPF 4-2015-2001

Dear Mr. Seeley,

On March 17, 2015, PHMSA issued a Notice of Probable Violation (CPF 4-2015-2001) to ANR Pipeline Company (TransCanada) regarding a probable violation of Pipeline Safety Regulations, Title 49, Code of Federal Regulations, Section 195.612 Underwater inspection and reburial of pipelines in the Gulf of Mexico and its inlets.

The letter states that ANR Pipeline Company failed to follow its written procedures for underwater inspection of pipelines in the Gulf of Mexico and its inlets in less than 15 feet of water. ANR's procedures state that inspections will be conducted every 7 years. ANR failed to perform the underwater inspection within 7 years of the last inspection conducted June 26, 2006, with the subsequent inspection performed November 19, 2014.

A civil penalty in the amount of \$21,900 was proposed to ANR Pipeline Company. ANR Pipeline Company is not contesting the Notice of Proposed Violation and has paid the proposed amount.

If you have any questions please contact me at (832) 320-5462.

Respectfully,

A handwritten signature in black ink that reads "Ken Crowl".

Ken Crowl
Director, Regulatory Compliance