

OVERNIGHT EXPRESS DELIVERY

September 26, 2023

Mr. Steve J. Kean
President and Chief Executive Officer
Kinder Morgan Liquid Terminals, LLC
1001 Louisiana Street, Suite 1000
Houston, Texas 77002

CPF 1-2022-038-NOPV

Dear Mr. Kean:

By letter dated July 1, 2022, the Pipeline and Hazardous Materials Safety Administration (PHMSA), Office of Pipeline Safety, issued a Notice of Probable Violation, Proposed Civil Penalty, and Proposed Compliance Order (Notice) to Kinder Morgan Liquid Terminals, LLC (Respondent).

In response to the Notice, Respondent contested twelve (12) of the sixteen (16) alleged violations, associated proposed civil penalties, and the associated proposed compliance order items, and requested a hearing in this matter. Respondent also asked for the opportunity to meet informally with PHMSA to discuss the issues raised in its response. Respondent and PHMSA (the Parties) subsequently met and conferred on several occasions. As a result of those discussions, PHMSA agreed to withdraw certain allegations of violation and Respondent agreed to certain findings of violation without admission, subject to the agreed terms of the Parties. Respondent agreed to pay reduced civil penalties and take certain corrective actions as detailed in the accompanying Consent Agreement.

On February 3, 2023, PHMSA issued to Respondent the Consent Agreement. The Consent Agreement included a Compliance Order. On February 13, 2023, Respondent completed payment of the Civil Penalty. On July 28, 2023, Respondent submitted to PHMSA the completed remaining action items from the Consent Agreement.

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,

Robert Burrough
Director, Eastern Region
Pipeline and Hazardous Materials Safety Administration