

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

June 16, 2011

Mr. Kevin Degenstein
VP Operations
Energy West Development
1 First Avenue South
PO Box 222
Great Falls, MT 59402

CPF 5-2010-1001M

Dear Mr. Degenstein:

From July 6 to 9, 2009, a representative of the Pipeline and Hazardous Materials Safety Administration (PHMSA), pursuant to Chapter 601 of 49 United States Code, inspected Energy West's procedures for operation and maintenance of the Shoshone River Pipeline in Cody, Wyoming. As a result of the inspection, Energy West Development was issued a Notice of Amendment on November 9, 2010, which proposed amendment of your procedures.

We received your amended procedures on May 5, 2011. My staff reviewed the amended procedures, and it appears that the inadequacies outlined in this Notice of Amendment have been corrected.

This letter is to inform you no further action is necessary and this case is now closed. Thank you for your cooperation.

Sincerely,

Chris Hoidal
Director, Western Region
Pipeline and Hazardous Materials Safety Administration

cc: PHP-60 Compliance Registry
PHP-500 M. Petronis (#123984)