



U.S. Department
of Transportation
**Research and
Special Programs
Administration**

400 Seventh St. S.W.
Washington, D.C. 20590

DEC 11 2003

Mr. Leroy Anderson
Vice President
Kaneb Pipe Line Company
7340 West 21st Street, North
Suite 200
Wichita, KS 67205

Re: CPF No. 5-2002-5004

Dear Mr. Anderson:

On December 31, 2002, a Final Order was issued to Kaneb Pipe Line Company by the Associate Administrator for the Office of Pipeline Safety. It made findings of violation, assessed a civil penalty of \$10,000, and required certain corrective action.

Based on information presented in your submissions of February 24 and April 17, 2003, all actions required in the Compliance Order have been completed. I acknowledge receipt of, and accept your wire transfer dated January 24, 2003, in the amount of \$10,000 as payment in full of the civil penalty. Based on the recommendation of the Director, Western Region, this case is now closed and no further enforcement action is contemplated with respect to the matters involved in the case. Thank you for your cooperation in our joint effort to ensure pipeline safety.

Sincerely,

James Reynolds
Pipeline Compliance Registry
Office of Pipeline Safety

CERTIFIED MAIL - RETURN RECEIPT REQUESTED