



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

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

**MAY - 6 2003**

Margaret Yaeger  
Vice President of Alaska Pipelines  
Phillips Alaska, Inc.  
P.O. Box 100360  
Anchorage, AK 99510

Re: CPF No. 5-2001-3001

Dear Ms. Yaeger:

On December 31, 2002, a Final Order was issued to Phillips Alaska, Inc. by the Associate Administrator for the Office of Pipeline Safety. It made findings of violation, assessed a civil penalty of \$28,000, and required certain corrective action.

All actions required in the Compliance Order have been completed. I acknowledge receipt of, and accept your wire transfer dated January 15, 2003, in the amount of \$28,000 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,

Gwendolyn M. Hill  
Pipeline Compliance Registry  
Office of Pipeline Safety

**CERTIFIED MAIL RETURN RECEIPT REQUESTED**