

Air Products and Chemicals, Inc. 7201 Hamilton Boulevard Allentown, PA 18195-1501 Telephone (610) 481-4911

PHMSA / Office of Pipeline Safety Director, Western Region 12300 W. Dakota Ave., Suite 110 Lakewood, CO 80228

20 June 2012

Ref.: CPF 5-2012-0015

Attn: Mr. Chris Hoidal

Dear Mr. Hoidal:

Air Products and Chemicals, Inc. (APCI) is in receipt of the Pipeline and Hazardous Materials Safety Administration's May 25, 2012 Notice of Probable Violation and Proposed Compliance Order ("NOPV") pertaining to the subject Chapter 601 / CFR49 IMP inspection and findings referenced above. The APCI pipeline mechanical integrity and operations management team have been working with the Tesoro refinery to affect the relocation of the Tesoro trailers associated with this NOPV. The trailers are owned by Tesoro and are situated on Tesoro property.

In response to Item #1 of the Proposed Compliance Order, it must be noted that APCI is not in a position to relocate the trailers given that they are neither owned by APCI nor located on property owned or leased by APCI. APCI's sole real property interest in the vicinity of the trailers is the pipeline easement. We have made repeated requests of Tesoro to move its trailers and Tesoro has recently informed APCI that, according to its latest project schedule, the trailers will be moved from the easement by July 16, 2012.

The APCI pipeline technician has reported this week that the physical relocation of the trailers is currently in progress by Tesoro.

With this clarification, APCI looks forward to closure on this subject and issuance of the Final Order.

Please contact me with any additional information requests or comments.

Sincerely,

Daniel S. Stahl

Manuel J. Stable

Air Products & Chemicals, Inc.

Global Operations / Pipeline Integrity Manager.

Phone: 281-478-7541 Fax: 610-706-6177 Mobile: 610-554-8993

cc: F. Kevin Kosh

(Global Pipeline Operations Mgr.)

Todd Solodar

(APCI Copr. Legal -Allentown)

Adam Sperry

(West Coast TGEE Ops Mngr.)

David Fritz

(Global Ops Support & Make GPMT-Allentown)

Kerry J. Sterner

(P/L Maint. - Allentown)