

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

July 18, 2012

Mr. Michael Pearson
Senior Vice President of Technical Services
Magellan Pipeline Company, L.P.
One Williams Center
Mail Drop 27
Tulsa, OK 74172

CPF 4-2011-5006H

Dear Mr. Pearson:

On February 24, 2011, Magellan Pipeline Company, L.P. (Magellan) experienced a failure of its 18-inch diameter products pipeline in Texas City, TX. As a result of the accident the Pipeline and Hazardous Materials Administration (PHMSA) issued a Corrective Action Order (CAO), 4-2011-5006H, dated March 1, 2011, requiring Magellan to take corrective actions with respect to its pipeline system.

The cause of the failure was determined to be seam failure in the ERW pipe and Magellan presented a plan of corrective measures designed to prevent additional in-service failures. PHMSA monitored the repairs made and reviewed the hydrostatic test performed as required, to determine that Magellan has substantially completed the requirements of the CAO.

Consequently, PHMSA has closed the CAO, CPF 4-2011-5006H.

Sincerely,

R. M. Seeley
Director, Southwest Region
Pipeline and Hazardous Materials Safety Administration