

**CERTIFIED MAIL - RETURN RECEIPT REQUESTED**

March 30, 2012

Mr. Ralph Grimmer  
VP, Logistics  
Tesoro Hawaii Corporation  
(TX1-023 / 1-2C050)  
19100 Ridgewood Parkway  
San Antonio, TX 78259

**CPF 5-2011-6008M**

Dear Mr. Grimmer:

On March 30 through April 2, 2011, a representative from the Pipeline and Hazardous Materials Safety Administration (PHMSA), pursuant to chapter 601 of 49 United States Code, conducted an on-site pipeline safety inspection of Tesoro Hawaii Corporation's operation and maintenance procedures in Honolulu, Hawaii. As a result of the inspection, Tesoro Hawaii Corporation was issued a Notice of Amendment on November 21, 2011, which proposed amendment of your operation and maintenance procedures.

Tesoro Hawaii Corporation submitted its amended procedure on January 12, 2012. My staff reviewed the amended procedure, 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 (G Davis, #133324)