

Pipeline and Hazardous Materials Safety Administration

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

December 12, 2007

Mr. Charles Brabson Sr. VP, Engineering Dixie Pipeline Company 1100 Louisiana Street Houston, TX 77002-5227

CPF 4-2007-5031M

Dear Mr. Charles Brabson:

On August 28 to September 1 and September 12 to 14, 2006, representatives from the Pipeline and Hazardous Materials Safety Administration (PHMSA), pursuant to chapter 601 of 49 United States Code, conducted an on-site inspected of your Integrity Management Program in Houston, Texas. As a result of the inspection, Dixie Pipeline Company was issued a Notice of Amendment on August 2, 2007, which proposed amendment of your procedures.

Dixie Pipeline Company submitted its amended procedures on December 18, 2006 and September 6 and 20, 2007. My staff reviewed the amended procedures, 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,

R. M. Seeley

Director, Southwest Pipeline and Hazardous

Materials Safety Administration