



U.S. Department
of Transportation

**Pipeline and
Hazardous Materials Safety
Administration**

8701 South Gessner, Suite 1110
Houston, TX 77074

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

January 25, 2013

Mr. Jason Smith
Director, Asset Integrity
Magellan Midstream Partners, L.P.
One Williams Center
Tulsa, OK 74172

RE: Crane to Houston Crude Oil Pipeline

Dear Mr. Smith:

This is in response to your letter dated October 1, 2012. This relates to the transportation of crude oil in the Longhorn System and is subject to the Longhorn Mitigation Plan (LMP). PHMSA's Southwest Region has reviewed the requested modification to Mitigation Appendix Item 22 provided and finds it acceptable for the Crane to Houston crude oil pipeline pursuant to Longhorn Mitigation Commitment (LMC) 22. The drain down volume calculations, as provided by Magellan, indicate that the drain down volumes should remain below 200000 gallons for the Pedernales River Basin, below 350000 gallons for the San Saba River Basin, and below 300000 gallons for the Colorado River Basin. Therefore, PHMSA does not believe that this action requires any changes to the LMP or the LMCs. Accordingly, PHMSA has no objection to the commencement of operations on the Crane to Houston crude oil pipeline subject to the proviso that the existing terms and conditions of the LMP remain in full force and effect.

Thank you for your cooperation in this matter. Should you have any questions, you may contact Mr. Bill Lowry of my staff at 713-272-2845.

Sincerely,

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

cc:
File (OPID 22610, Unit ID 21154)
Amelia Samaras
Lawrence White