U.S. Department
of Transportation

**Pipeline and Hazardous
Materials Safety
Administration**

1200 New Jersey Avenue, SE
Washington, D.C. 20590

MAY 1 4 2018

Mr. Michael Pearson
Vice President Asset Integrity
Magellan Midstream Partners, L.P.
One Williams Center, OTC-9
Tulsa, OK 74172

Docket No. PHMSA-2016-0072

Dear Mr. Pearson:

On June 7, 2016, Magellan Midstream Partners, L.P. (Magellan) wrote to the Pipeline and Hazardous Materials Safety Administration (PHMSA) requesting a special permit to waive compliance with the pipeline safety regulations in 49 Code of Federal Regulations (CFR) 195.432 that require internal inspection intervals for in-service breakout tanks. Magellan's special permit request asks PHMSA to allow extended inspection intervals of 49 CFR 195.432 for Magellan's existing atmospheric aboveground breakout storage tanks (breakout storage tanks or tanks).

PHMSA is granting this special permit (enclosed) to Magellan to allow extended inspection intervals for Magellan's existing breakout storage tanks as listed in Appendices A and B of the special permit. This special permit provides relief from the Federal pipeline safety regulations for Magellan's existing breakout storage tanks, and requires Magellan to comply with certain conditions and limitations designed to maintain pipeline safety where the tanks inspection intervals have been extended.

The Magellan existing atmospheric aboveground breakout storage tanks and associated facilities include 493 breakout storage tanks at 81 locations in 14 states. The breakout storage tank facilities are in industrial properties and consist of storage tanks, buildings, pump stations, valves, facility pipe, roads, and other aboveground appurtenances. PHMSA grants this special permit based on the permit conditions and the findings set forth in the "Analysis and Findings" and "Final Environmental Assessment and Finding of No Significant Impact" documents, which can be read in their entirety in Docket No. PHMSA-2016-0072 at www.Regulations.gov.

My staff would be pleased to discuss this matter or any other regulatory matter with you. John Gale, Director, Standards and Rulemaking Division, may be contacted at 202-366-0434 on regulatory matters. Kenneth Lee, Director, Engineering and Research Division, may be contacted at 202-366-2694 on technical matters specific to this special permit application.

Sincerely,

Alan K. Mayberry
Associate Administrator for Pipeline Safety

Enclosure: Special Permit – PHMSA-2016-0072