

STATE OF WASHINGTON WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

1300 S. Evergreen Park Dr. S.W., P.O. Box 47250 • Olympia, Washington 98504-7250 (360) 664-1160 • TTY (360) 586-8203

December 12, 2012

Bobby L. Skelton Pipeline Operations/Regulatory Compliance Manager Air Liquide Industrial, U.S. LP 2700 Post Oak Blvd, Suite 1800 Houston, Texas 77056

Dear Mr. Skelton:

RE: 2012 Hydrogen Gas Pipeline Safety Inspection - Air Liquide - Kalama, WA

Thank you for your letter dated November 7, 2012, addressing the findings of our inspection conducted at the Air Liquide, Industries, U.S. LP, (Air Liquide) Kalama, WA facility on October 3 and 4, 2012.

Staff accepts Air Liquide's proposal to bring these items into compliance by January 21, 2013. A follow-up inspection will be scheduled early next year to confirm completion of the action plan committed to in your response.

Staff would like to thank Air Liquide's personnel for their cooperation and assistance during this inspection.

If you have any questions or if we may be of any assistance, please contact Dennis Ritter at (360) 664-1159.

Sincerely,

David D. Lykken

Pipeline Safety Director

cc: Tim Bruce, VP of Primary Production, Air Liquide Industrial, U.S. LP Scott Moon, Operations Supervisor/Acting Plant Manager, Air Liquide Industrial, U.S. LP Gary Babish, ALIUS PP WZ Operations Manager, Air Liquide Industrial, U.S. LP