

May 15, 2013

Gary Pruessing  
ExxonMobil Pipeline Company  
800 Bell Street  
Houston, TX 77002

Dear Mr. Pruessing,

As you know, ExxonMobil Pipeline Company's (EMPCO) Pegasus Pipeline suffered a failure in Mayflower, Arkansas, on March 29, 2013, and subsequently on May 1, 2013, in Ripley County, Missouri. These ruptures demonstrate the adverse personal, environmental, public health, and economic impacts of a pipeline break and call into question the integrity of the 65+ year old Pegasus Pipeline.

As representatives of nearly 400,000 individuals in the Central Arkansas region, the organizations and individuals represented on this letter have grave concerns about the risks posed by a pipeline with questionable integrity traversing the watershed of Lake Maumelle, a drinking water supply for Central Arkansas Water. The Lake Maumelle Watershed is located approximately 8 miles southwest of the break in Mayflower. The Pegasus Pipeline crosses through the drainage area of Lake Maumelle for nearly 13.5 miles.

Senator John Boozman, Senator Mark Pryor, Congressman Tim Griffin, Mayor Mark Stodola and the City of Little Rock, Mayor Joe Smith and the City of North Little Rock, Judge Buddy Villines and Pulaski County, and Central Arkansas Water (collectively the "Lake Maumelle Governmental Stakeholders") wish to express grave concern over the pipeline's presence in the Lake Maumelle Watershed and urge EMPCO to take immediate action to improve the safety of the pipeline as well as initiate a process to relocate the pipeline as expeditiously as possible.

Prior to any PHMSA approved restart, the Lake Maumelle Governmental Stakeholders believe that EMPCO should pursue a number of immediate, short-term, and long-term actions to protect the quality and safety of Lake Maumelle and its water quality.

**1) Immediate actions – prior to the restart of the Pegasus Pipeline EMPCO should:**

- Complete a detailed integrity analysis of the entirety of the pipeline that crosses the Lake Maumelle Watershed and provide assurances that the pipeline is safe for operation, working closely with Central Arkansas Water's pipeline integrity consultant throughout this assessment. The evaluation should confirm that the conditions that may have contributed to the Mayflower rupture are not present in the Lake Maumelle Watershed.
- Work with CAW's pipeline integrity consultant as EMPCO develops the restart plan for the Pegasus Pipeline, ensuring that the plan takes into consideration the importance of the Lake Maumelle Watershed and that these conditions identified in this letter are incorporated into the restart plan.
- Provide CAW and all Lake Maumelle Governmental Stakeholders a copy of the Integrity Management Plan for the pipeline in the Lake Maumelle Watershed.
- Provide all Lake Maumelle Governmental Stakeholders a copy of EMPCO's Emergency Response Plan, incorporating CAW's comments from July 2010.
- Install, at minimum, remotely controlled isolation valves at the edge of the watershed and should retrofit the existing valve in the watershed for remote operation.

- Repair and cover all pipeline exposures in the watershed previously identified by CAW to EMPCO, utilizing techniques recommended by CAW's pipeline consultant.
- Install remotely controlled isolation valves or check valves on each side of each of the three pipeline crossings of the Maumelle River, in accordance with CFR 195.260.
- Install remotely controlled isolation valves or check valves on each side of the pipeline crossing of Bringle Creek, Yount Creek, and Reece Creek, in accordance with CFR 195.260.
- Provide a detailed report to CAW and all Lake Maumelle Governmental Stakeholders regarding the product and its constituents that is transported through the Pegasus Pipeline. In addition, EMPCO should establish a process for regularly communicating to CAW any changes or variation in the product, constituents, or dilutants that occurs.

2) **Short-term actions – within the next 12 months EMPCO should:**

- Update its Tactical Response Plan in cooperation with CAW and local emergency responders, specifically addressing the potential for the transported product to sink, in accordance with the Interim Regional Integrated Contingency Plan and CFR 195.402.
- Update its emergency notification protocol, providing cross-platform monitoring that allows direct notification of any pressure changes or alerts to CAW treatment and pump station staff using pressure sensors located on valves in or near the Maumelle Watershed or other notification technology recommended by CAW's pipeline consultants.
- Install external leak detection technology along the pipeline route in the Lake Maumelle Watershed that is capable of detecting spills and leaks as little as 3 gallons in volume.
- Provide additional onsite storage containers with adsorbent boom, additional emergency response trailers, in accordance with CFR 195.402.
- Install additional remotely controlled isolation valves or check valves on the pipeline, so that less than 2 miles are capable of being spilled in the event of a rupture.
- Improve access to the pipeline and pipeline right of way by assisting CAW with land purchases and road improvements on the North Shore.
- Encase the pipeline in critical areas, namely at stream crossings and areas with high likelihood of activity over the pipeline.
- Bury and remove all aerial crossings within the watershed.
- Construct diversion berms to allow for quick isolation of potential flow paths in the event of a rupture.
- Initiate more frequent ground inspections (monthly) and pipeline testing (quarterly).
- Fund and complete quarterly emergency response exercises with state and local emergency responders and provide annual funding for training for these agencies.

3) **Long-term actions.**

The only way to eliminate all risks posed by the pipeline to Lake Maumelle is to relocate the Pegasus Pipeline out of its watershed. The Lake Maumelle Governmental Stakeholders expect immediate action on our request to relocate the pipeline out of the watershed and to see this project completed within 3-5 years.

All of the actions outlined above are necessary to ensure the long-term protection of Lake Maumelle water quality and the 400,000 individuals that depend on this water supply. Therefore, we are committed to seeing EMPCO implement these immediate, short-term, and long-term actions.

Please respond regarding these items as soon as possible; it is of utmost importance to the 400,000 individuals served by CAW. As a company committed to the improvement of the

Central Arkansas region and the improvement of quality of life for our citizenry, we anticipate that EMPCO will support these requests.

Thank you for your time and consideration.

Sincerely,



Senator Mark Pryor



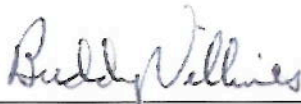
Representative Tim Griffin



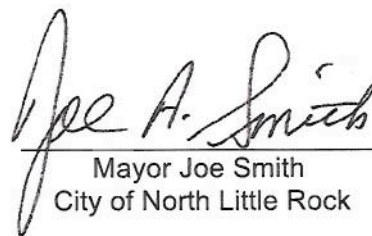
Senator John Boozman



Mayor Mark Stodola  
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Judge Eddy Villines  
Pulaski County



Mayor Joe Smith  
City of North Little Rock



Chairperson Carmen Smith  
Central Arkansas Water