

120 FERC ¶ 61,126  
FEDERAL ENERGY REGULATORY COMMISSION  
WASHINGTON, D.C. 20426

August 1, 2007

In Reply Refer To:  
Giant Industries Arizona, Inc.  
Docket No. IS07-387-000  
Giant Pipeline Company  
Docket No. IS07-388-000

Giant Industries Arizona, Inc.  
Giant Pipeline Company  
Bloom field Refinery  
#50 Road 4990  
Bloomfield, New Mexico 87413

Attention: Ronald Cople, General Manager, Pipelines BLM, and  
Agent for Giant Pipeline Company

Reference: Initial Rates for Pipeline Transportation of Crude Petroleum

Ladies and Gentlemen:

1. On July 2, 2007, Giant Industries Arizona, Inc. (GIA) filed FERC Tariff Nos. 1, 2, and 3 and Giant Pipeline Company (GPC) filed FERC Tariff Nos. 10, 11, and 12, proposing initial tariff rates for transporting crude petroleum from points in Texas and New Mexico to points in New Mexico. Both pipelines request that the Commission accept the tariffs to become effective July 4, 2007, on one day's notice. In addition, both GIA and GPC request waiver of the Commission's requirement under 18 CFR § 342.2(a) to file cost-of-service justification for these initial rates or, in the alternative, an extension of time to file such justification, as more fully discussed below. By a contemporaneous but separate filing, GIA and GPC jointly request waiver of the tariff filing and reporting requirements under the Interstate Commerce Act (ICA) and the Commission's regulations for the instant tariffs.<sup>1</sup>

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<sup>1</sup> In Docket No. OR07-12-000, filed July 2, 2007, GIA and GPC request temporary waiver of the ICA sections 6 and 20 tariff filing and reporting requirements.

2. GIA's tariffs provide for crude petroleum movements from origins at Star Lake and Bisti, New Mexico to Ciniza and Bloomfield, New Mexico. GIA does not expect any requests for transportation service from unaffiliated entities and thus, GIA opines, its requested waiver or extension should not be prejudicial to anyone's interest.

3. GPC's tariffs provide for crude petroleum movements from origins at TEPPCO Midland, Texas and Lynch, New Mexico to three New Mexico destinations at Lynch, Star Lake, and Bisti. In regards to the pipeline movement from TEPPCO Midland, Texas, to Lynch, New Mexico, GPC notes that it based the tariff transportation rate on the actual cost to GPC of providing such service as set forth in a lease arrangement with TEPPCO Crude Pipeline, L.P.<sup>2</sup> As in the case of GIA, GPC also states that it does not expect any service requests from unaffiliated shippers and, similarly, that its requested waiver or extension should not be prejudicial to anyone's interests.

4. GIA and GPC both suggest that should the Commission grant them an extension of time to file their required cost justifications, the Commission allow them thirty (30) days after an order issues in the Docket No. OR07-12-000 proceeding to file the justifications.

5. The Commission will accept and suspend GIA's FERC Tariff Nos. 1, 2, and 3 and GPC's FERC Tariffs Nos. 10, 11, and 12, subject to investigation and refund, and the outcome of the waiver proceeding in Docket No. OR07-12-000, effective July 4, 2007. The Commission also grants GIA and GPC an extension of thirty (30) days after an order issues in the aforementioned waiver proceeding to provide the required cost justifications.

By direction of the Commission.

Kimberly D. Bose,  
Secretary.

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<sup>2</sup> The lease arrangement is addressed in the filing in Docket No. OR07-12-000.