2000 S. Main, McPherson KS 67460 (620) 241-9270

August 18, 2025

Celeste Chaney-Tucker, Executive Director Kansas Corporation Commission 1500 S.W. Arrowhead Road Topeka, KS 66604-4027

Dear Executive Director:

Please accept the following additional information in support of cessation of the Taloga to Liberal segment, filed on July 24, 2025, to be effective on August 30, 2025, by Gregory L. Brown, General Manager of Jayhawk Pipeline, L.L.C.

In 2024, Jayhawk Pipeline, L.L.C. (Jayhawk) commissioned an in-line inspection (ILI) of the segment to meet the requirements of 49 CFR §195.452. The ILI tool identified 182 corrosion anomalies that triggered a 180-day timeframe for repair with a deadline of August 30, 2025.

Upon receipt of the ILI data, Jayhawk performed an analysis of the repair costs, replacement costs, and throughput (present and future anticipated) to determine if the throughput/revenue could warrant repair or replacement of the segment to keep it in operation. The following provides a summary of the results of that analysis:

- Estimated Repair Cost (180-Day Anomalies Only): \$1,850,000
 - Note This repair estimate did not include costs to address future repairs.
 - o There are over 1000 additional ILI callouts that are likely to trigger repair at the time of the next ILI (maximum of 5 years from the date of the 2024 ILI run).
- Estimated Replacement Cost: \$35,000,000
- Throughput Analysis: Between 2020 and 2024 the segment encountered a 22% reduction in throughput. The current throughput of the segment is less than 1000 barrels per day, generating an annual revenue of approximately \$150,000.
- Conclusion: The segment lacks adequate throughput and revenue to justify continuing operation via either repair or replacement.

Should you require further assistance or additional information, please call me at 406-861-9284.

Sincerely,

Michelle Slyder

Principal, Compliance