

May 22, 2015

Statement from Plains All American Pipeline

Source: Patrick Hodgins, Senior Director of Safety & Security

Safety and environmental responsibility are core values to Plains. Since 2008, Plains has significantly increased its size and spending related to our U. S. integrity management and safety programs.

- We have more than doubled safety and training staff since 2008.
- Our integrity management staff has increased by approximately 50 percent.
- Spending on our maintenance and integrity has risen significantly increasing to \$300 million in 2014.
- We have implemented several programs that are above and beyond those required by federal regulation.
- We have an integrated integrity management program that assesses risks and threats to our pipelines and uses a number of tools to assess their integrity.
- Close interval surveys have been conducted on Plains' pipelines (each inch of a pipeline is physically walked to conduct this survey)
- In-line inspection tools have been run on substantially all Plains' pipelines to inspect for internal and external corrosion, dents and/or cracks.
- Regarding Line 901, which experienced the accidental release on May 19, we have exceeded the federal regulatory requirement, inspecting it two times within the last three years.

Given all of this, releases from Plains pipelines have significantly decreased while throughput volume has increased since 2008.

We are part of the Santa Barbara community and we deeply regret that this release has happened. On behalf of the Plains family – the 350 employees located here in the state of California and the more than 5,000 employees located across the country – we will do everything in our power to make this right.