

**STATE OF NORTH DAKOTA
PUBLIC SERVICE COMMISSION**

**Hiland Operating, LLC / Hiland Partners Holdings
Transfer – Certificate #125 & Permit #134
Siting Application**

Case No. PU-15-791

**Hiland Operating, LLC / Hiland Partners Holdings
Transfer – Certificate #116 & Permit #126
Siting Application**

Case No. PU-15-793

**Hiland Operating, LLC / Hiland Partners Holdings
Transfer – Certificate #149 & Permit #160
Siting Application**

Case No. PU-15-794

ORDER ON REISSUING CERTIFICATES AND PERMITS

February 10, 2016

The Commission's November 2, 2011 Findings of Fact, Conclusions of Law and Order in Case No. PU-10-554 issued Certificate of Corridor Compatibility Number 125 and Route Permit Number 134 to Hiland Operating, LLC designating a corridor and route for the construction of a 14.1 mile, 8-inch pipeline and associated facilities in McKenzie County, North Dakota, for the transmission of natural gas liquids. The Certificate and Permit were amended by the Commission's June 27, 2012 Findings of Fact, Conclusions of Law and Order; and again amended by the Commission's September 5, 2012 Findings of Fact, Conclusions of Law and Order.

The Commission's December 30, 2010 Findings of Fact, Conclusions of Law and Order in Case No. PU-10-555 issued Certificate of Corridor Compatibility Number 116 and Route Permit Number 126 to Hiland Operating, LLC designating a corridor and route for the construction of an 8-inch pipeline in McKenzie County, North Dakota, for the transmission of end-use consumer-quality gas.

The Commission's December 18, 2013 Findings of Fact, Conclusions of Law and Order in Case No. PU-12-190 issued Certificate of Corridor Compatibility Number 149 and Route Permit Number 160 to Hiland Operating, LLC designating a transmission facility corridor and route for approximately 6 miles of 6-inch pipeline in Divide and Burke Counties, North Dakota, for the transmission of natural gas.

On December 14, 2015, in Case Nos. PU-15-791, PU-15-793, and PU-15-794 Hiland Operating, LLC and Hiland Partners Holdings LLC (Hiland Partners) filed joint applications for transfer of the Certificates and the Permits from Hiland Operating, LLC to Hiland Partners.

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Public Service Commission

12 PU-15-793 Filed 02/10/2016 Pages: 9
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12 PU-15-791 Filed 02/10/2016 Pages: 9
Order on Reissuing Certificates and Permits

On January 5, 2016, the Commission consolidated Case Nos. PU-15-791, PU-15-793, and PU-15-794 for notice of opportunity for hearing.

On January 5, 2016, the Commission issued a Notice of Opportunity for Consolidated Hearing that provided a deadline of February 5, 2016, for filing written comments or requests for hearing. No comments or requests for hearing were filed. The notice stated the issues to be considered are whether Hiland Partners Holdings LLC agrees and is able to comply with the terms and conditions of the Orders issuing the Certificates and the Permits to Hiland Operating, LLC, and whether the requested transfers are compatible with the public interest.

Hiland Partners filed a December 8, 2015 affidavit of William E. Wolf, Assistant General Counsel for Kinder Morgan, Inc. on behalf of Hiland Partners in each of the enumerated cases.

Hiland Partners' affidavit in Case No. PU-15-791 states that Hiland Partners agrees to assume the rights and obligations of Second Amended Certificate of Corridor Compatibility Number 125 and Second Amended Route Permit Number 134, including the conditions and limitations set forth in the Commission's Findings of Fact, Conclusions of Law, and Order dated November 2, 2011, the Findings of Fact, Conclusions of Law, and Order, dated June 27, 2012 and the Findings of Fact, Conclusions of Law, and Order, dated September 5, 2012, issuing said Certificate and Route Permit (Case No. PU-10-554).

Hiland Partners' affidavit in Case No. PU-15-793 states that Hiland Partners agrees to assume the rights and obligations of Certificate of Corridor Compatibility Number 116 and Route Permit Number 126, including the conditions and limitations set forth in the Commission's Findings of Fact, Conclusions of Law, and Order dated December 30, 2010, issuing said Certificate and Route Permit (Case No. PU-10-555).

Hiland Partners' affidavit in Case No. PU-15-794 states that Hiland Partners agrees to assume the rights and obligations of Certificate of Corridor Compatibility Number 149 and Route Permit Number 160, including the conditions and limitations set forth in the Commission's Findings of Fact, Conclusions of Law, and Order dated December 18, 2013, issuing said Certificate and Route Permit (Case No. PU-12-190).

The Commission finds that Hiland Partners Holdings LLC has agreed and is able to comply with the terms and conditions of Second Amended Certificate of Corridor Compatibility Number 125, Certificate of Corridor Compatibility Number 116, and Certificate of Corridor Compatibility Number 149; and with the terms and conditions of Second Amended Route Permit Number 134, Permit Number 126, and Permit Number 160.

The Commission finds that the requested transfers are compatible with the public interest.

Order

The Commission Orders:

1. The applications for transfer of Second Amended Certificate of Corridor Compatibility Number 125, Certificate of Corridor Compatibility Number 116, and Certificate of Corridor Compatibility Number 149 are granted.
2. The applications for transfer of Second Amended Route Permit Number 134, Route Permit Number 126, and Route Permit Number 160 are granted.
3. First Reissued Second Amended Certificate of Corridor Compatibility Number 125 and First Reissued Second Amended Route Permit Number 134 are issued to Hiland Partners Holdings LLC.
4. First Reissued Certificate of Corridor Compatibility Number 116 and First Reissued Route Permit Number 126 are issued to Hiland Partners Holdings LLC.
5. First Reissued Certificate of Corridor Compatibility Number 149 and First Reissued Route Permit Number 160 are issued to Hiland Partners Holdings LLC.

PUBLIC SERVICE COMMISSION



Randy Christmann
Commissioner



Julie Fedorchak
Chairman



Brian P. Kalk
Commissioner

**PUBLIC SERVICE COMMISSION
STATE OF NORTH DAKOTA**

**First Reissued
Certificate of Corridor Compatibility Number 116**

This is to certify that the Commission has designated a transmission facility corridor for Highland Partners Holdings LLC for the construction of an 8-inch pipeline in McKenzie County, North Dakota for the transmission of end-use consumer-quality gas.

This certificate is issued in accordance with the Commission's December 30, 2010 Order in Case No. PU-10-555 and reissued by the Commission's February 10, 2016 Order in Case No. PU-15-793, and is subject to the conditions and limitations noted in those Orders.

Bismarck, North Dakota, February 10, 2016.

ATTEST:

PUBLIC SERVICE COMMISSION



Executive Secretary



Commissioner

PUBLIC SERVICE COMMISSION
STATE OF NORTH DAKOTA

First Reissued
Second Amended
Certificate of Corridor Compatibility Number 125

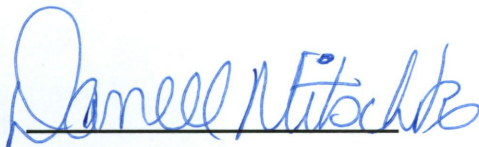
This is to certify that the Commission has designated a transmission facility corridor for Highland Partners Holdings LLC, for the construction of a 14.1 mile, 8-inch pipeline and associated facilities in McKenzie County, North Dakota, for the transmission of natural gas liquids.

This certificate is issued in accordance with the Commission's November 2, 2011 Order in Case No. PU-10-554, and amended by the Commission's June 27, 2012 and September 5, 2012 Orders in Case No. PU-10-554, and reissued by the Commission's February 10, 2016 Order in Case No. PU-15-791, and is subject to the conditions and limitations noted those Orders.

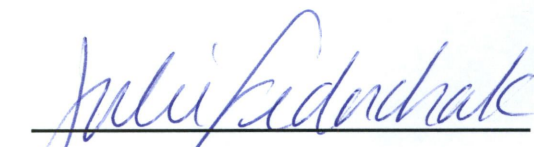
Bismarck, North Dakota, February 10, 2016.

ATTEST:

PUBLIC SERVICE COMMISSION



Executive Secretary



Commissioner

PUBLIC SERVICE COMMISSION
STATE OF NORTH DAKOTA

First Reissued
Certificate of Corridor Compatibility Number 149

This is to certify that the Commission has designated a transmission facility corridor for Highland Partners Holdings LLC for approximately 6 miles of 6-inch pipeline in Divide and Burke Counties, North Dakota, for the transmission of natural gas.

This Certificate is issued in accordance with the Commission's December 18, 2013 Order in Case No. PU-12-190 and reissued by the Commission's February 10, 2016 Order in Case No. PU-15-794, and is subject to the conditions and limitations noted in those Orders.

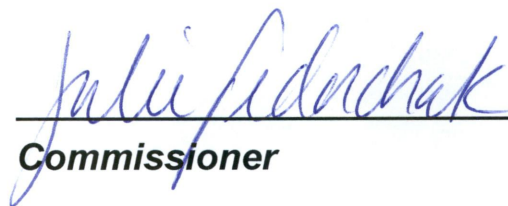
Bismarck, North Dakota, February 10, 2016.

ATTEST:

PUBLIC SERVICE COMMISSION



Executive Secretary



Commissioner

PUBLIC SERVICE COMMISSION
STATE OF NORTH DAKOTA

First Reissued
Route Permit Number 126

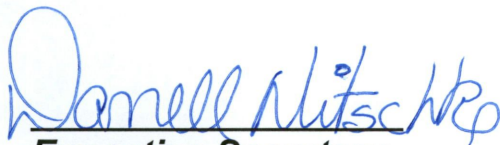
This is to certify that the Commission has designated a transmission facility route for Highland Partners Holdings LLC for the construction of an 8-inch pipeline in McKenzie County, North Dakota for the transmission of end-use consumer-quality gas.

This certificate is issued in accordance with the Commission's December 30, 2010 Order in Case No. PU-10-555 and reissued by the Commission's February 10, 2016 Order in Case No. PU-15-793, and is subject to the conditions and limitations noted in those Orders.

Bismarck, North Dakota, February 10, 2016.

ATTEST:

PUBLIC SERVICE COMMISSION


Executive Secretary


Commissioner

PUBLIC SERVICE COMMISSION
STATE OF NORTH DAKOTA

First Reissued
Second Amended
Route Permit Number 134

This is to certify that the Commission has designated a transmission facility route for Highland Partners Holdings LLC for the construction of a 14.1 mile, 8-inch pipeline and associated facilities in McKenzie County, North Dakota, for the transmission of natural gas liquids.

This permit is issued in accordance with the Commission's November 2, 2011 Order in Case No. PU-10-554, and amended by the Commission's June 27, 2012 and September 5, 2012 Orders in Case No. PU-10-554, and reissued by the Commission's February 10, 2016 Order in Case No. PU-15-791, and is subject to the conditions and limitations noted those Orders.

Bismarck, North Dakota, February 10, 2016.

ATTEST:

PUBLIC SERVICE COMMISSION


Executive Secretary


Commissioner

STATE OF NORTH DAKOTA

First Reissued Route Permit Number 160

This is to certify that the Commission has designated a transmission facility route for Highland Partners Holdings LLC for approximately 6 miles of 6-inch pipeline in Divide and Burke Counties, North Dakota, for the transmission of natural gas.


This permit is issued in accordance with the Commission's December 18, 2013 Order in Case No. PU-12-190 and reissued by the Commission's February 10, 2016 Order in Case No. PU-15-794, and is subject to the conditions and limitations noted in those Orders.

Bismarck, North Dakota, February 10, 2016.

ATTEST:

PUBLIC SERVICE COMMISSION


Executive Secretary


Commissioner