



SFPP, L.P.
Operating Partnership

September 19, 2006

To SFPP California Intrastate Customers and Interested Parties:

On August 25, 2006, SFPP submitted an application to the California Public Utilities Commission ("CPUC") under Section 455.3 of the Public Utilities Code requesting the (i) implementation of an Ultra Low Sulfur Diesel Recovery fee be charged on all diesel movements, (ii) Watson Volume/Pressure Deficiency Charge be decreased from 3.5 cents per barrel to 0.3 cents per barrel and (iii) Amorco line requirements for diesel movements between Benicia and Richmond will be 25,000 barrels minimum batch size, preceded and followed by 5,000 barrels minimum batches of dissimilar product all of which is delivered to a single destination. Under section 455.3, the rates are allowed to go into effect 30 days after the application is noticed by the CPUC subject to refund. The application was officially noticed by the CPUC on September 6, 2006.

This is to inform you that the SFPP rates will become effective on barrels received into SFPP's system on October 11, 2006, unless the CPUC takes action to the contrary.

The tariffs submitted with SFPP's application will contain the rates, rules and regulations to be effective on October 11, 2006 and will remain in effect until a final CPUC decision is issued or superseded by a subsequent tariff filing. These tariffs are designated "Cal PUC No. 103", "Cal PUC No. 104" and "Cal PUC 105". Additional copies of these tariffs are available at www.kindermorgan.com.

Please direct any questions by email you may have concerning this filing to the undersigned at ditop@kindermorgan.com.

A handwritten signature in black ink, appearing to read 'Peter M. Dito', is written over a horizontal line.

Peter M. Dito
Director, Economics and Regulatory Analysis