



Oil Pipeline Filing
SFPP, L.P.

November 11, 2009
Docket No. IS09-437-00_

Ms. Kimberly D. Bose
Secretary
Federal Energy Regulatory Commission
888 First Street, N.E.
Washington, D.C. 20426

Re: SFPP, L.P. – Correction Supplement No. 2 to F.E.R.C. Tariff No. 182, Subject to Investigation in F.E.R.C. Docket No. IS09-437

Dear Ms. Bose:

In accordance with the requirements of the Interstate Commerce Act and the Rules and Regulations of the Federal Energy Regulatory Commission (“F.E.R.C.”), SFPP, L.P. (“SFPP”) submits for filing four copies of the attached tariff, Supplement No. 2 to F.E.R.C. Tariff No. 182 (“Correction Supplement”), to be effective on January 1, 2010. SFPP is filing the Correction Supplement to correct a typographical error.

Background

F.E.R.C. Tariff No. 182, filed on July 31, 2009 with a proposed effective date of September 1, 2009, was accepted and suspended by Commission Order issued August 31, 2009 to become effective on January 1, 2010.¹ F.E.R.C. Tariff No. 182 is currently under investigation in F.E.R.C. Docket No. IS09-437-000.

Reason for this Correction Supplement

Pursuant to 18 C.F.R. § 341.4(d) (“Correction Supplements”), SFPP is filing the Correction Supplement to correct a typographical error in a formula that was used to prepare Schedule 19 of the supporting cost and revenue data underlying the rate increases reflected in F.E.R.C. Tariff No. 182. On the original Schedule 19, Line 13, in the column labeled “EL Amt”, “\$6,296,289” is corrected to read “\$5,225,716.” This change carries forward to Line 15 in

¹ *Order Accepting and Suspending Tariff Subject to Refund and Conditions and Establishing a Hearing*, 128 FERC ¶ 61,214 (2009).

the same column, in which "\$8,716,705" is corrected to read "\$7,646,132." The changes on Schedule 19 flow through to the Schedules 15, 21 and 22, the Cost of Service Summary Schedule, and Statements A and B. Enclosed herewith are corrected Schedules 15, 19, 21 and 22, a corrected Cost of Service Summary Schedule, corrected Statements A and B, as well as a corrected tariff. Each corrected schedule contains the following statement in the lower left-hand corner.

"Corrected 11/12/09 to denote change from original cost-of service support filed July 31, 2009."

The correction of this typographical error lowers the rates from what was previously proposed but still results in a rate increase for transportation on SFPP's East Line set forth in F.E.R.C. Tariff No. 182. The table below reflects the proposed rates and the corrected rates.

<u>Origin</u>	<u>Destination</u>	<u>Proposed Rate</u> (F.E.R.C. Tariff No. 182)	<u>Corrected Rate</u> (Supp. No. 2 to F.E.R.C. 182)
El Paso/ Diamond Jct., TX	Lordsburg, NM	86.42 cpb	84.48 cpb
	Tucson, AZ	142.78 cpb	140.83 cpb
	Phoenix, AZ	191.99 cpb	190.05 cpb

SFPP requests that the corrections reflected in the Correction Supplement become effective January 1, 2010, to coincide with the Commission Order issued August 31, 2009 suspending F.E.R.C. Tariff No. 182 to become effective January 1, 2010. SFPP further requests that this Correction Supplement be consolidated with the ongoing proceeding investigating F.E.R.C. Tariff No. 182 in Docket No. IS09-437-000.

We are also enclosing one additional copy of this transmittal, including all attachments, and request that it be stamped at the time of filing with the Commission's file stamp and returned for our records.

In accordance with 18 C.F.R. § 343.3(a), SFPP requests that all written correspondence and communications regarding this filing should be telefaxed to Mr. Peter M. Dito at (714) 560-4602. Should you have any questions regarding this filing, please contact Mr. Peter M. Dito at (714) 560-4780 or via email at Tariff_Group@kindermorgan.com.

November 11, 2009

Page 3

I hereby certify that, on or before this date, copies of the Correction Supplement and all attachments thereto have been sent to each subscriber by first class mail, or by other means of transmission agreed upon in writing by the subscriber.

Sincerely,

A handwritten signature in cursive script that reads "Eileen Mizutani".

Eileen Mizutani
Economics and Regulatory Analysis

cc: David Ulevich
Federal Energy Regulatory Commission
888 First Street NE
Washington DC 20426

SFPP Summary
 Calculation of KMEP Overhead Attributable to the East Line

Schedule 19

<u>Line</u>		<u>Labor</u>	<u>Burden</u>	<u>Total</u>	<u>Carrier %</u> [1]	<u>EL %</u> [1]	<u>EL Amt</u>
<u>Carrier:</u>							
1	G&A	\$6,844,549	\$2,211,884	\$9,056,433	100.00%	28.17%	\$2,551,197
2	O&M	\$15,139,545	\$4,892,495	\$4,892,495	100.00%	17.72%	\$866,816
<u>Non-Carrier/Military:</u>							
3	G&A	\$1,870,756	\$604,554	\$2,475,310	0.00%	0.00%	\$0
4	O&M	\$7,768,244	\$2,510,386	\$2,510,386	0.00%	0.00%	\$0
<u>SFPP-Specific Legal Fees:</u>							
5	Company-Wide			\$210,032	69.27%	28.17%	\$40,984
6	Pipeline Transportation			\$273,125	100.00%	28.17%	\$76,939
7	FERC Interstate			\$64,585	100.00%	49.60%	\$32,034
8	UPRR ROW			\$8,200,382	100.00%	10.46%	\$857,532
9	East Line			\$83,531	100.00%	75.52%	\$63,083
10	Non-East Line			\$3,485,489	0.00%	0.00%	\$0
11	Subtotal			\$12,317,144			\$1,070,573
12	Insurance			\$2,750,933	72.07%	37.18%	\$737,130
13	Subtotal Direct			\$34,002,701			\$5,225,716*
14	From Mass Model			\$12,403,892	69.27%	28.17%	\$2,420,416
15	Total G&A			\$46,406,593			\$7,646,132*

[1] Allocation Sources:
 Lines 1, 5-7, 9 & 12: Schedule 14C
 Line 2: Line 19 below
 Line 8: Schedule 18, p. 1

	<u>O&M Labor:</u>	<u>Direct Labor</u>	<u>Total Co.</u>	<u>Total Carrier %</u>
16	Total Carrier	\$13,113,431	\$15,139,545	
17	Non-Carrier/Military	\$6,617,367	\$7,768,244	
18	Total SFPP	\$19,730,797	\$22,907,789	
19	East Line Carrier	\$2,511,141	\$2,682,313	17.72%

* Corrected 11/12/09 to denote change from original cost-of-service support filed July 31, 2009

SFPP, L.P.
 Summary of Operating Expenses
 For the Test Period

FERC Acct	Loc	Location Description	SFPP Acct	Base Period Amount (a)	Cost of Service Adjustment (b)	Note	Test Period Amount (c)	Carrier % (d)	EL % (e)	East Line Amount (f)=(c*d*e)
300	1310	Southern Region Office	613000	\$386,044	\$3,378	[1]	\$389,421	100.00%	44.34%	\$172,669
300	8017	L.S. 17: El Paso Station - TX/NM Border 12"	613000	\$8,242	\$72	[1]	\$8,314	100.00%	100.00%	\$8,314
300	8018	L.S. 18: TX/NM Border - Deming Station 12"	613000	\$15,651	\$137	[1]	\$15,788	100.00%	100.00%	\$15,788
300	8019	L.S. 19: Deming Station - Lordsburg Maint. 12"	613000	\$18,690	\$164	[1]	\$18,854	100.00%	100.00%	\$18,854
300	8022	L.S. 22: NM/AZ Border - Tucson Terminal 12"	613000	\$32,320	\$283	[1]	\$32,602	100.00%	100.00%	\$32,602
300	8117	L.S. 117: Tucson Station - Phoenix Station 12"	613000	\$86,453	\$756	[1]	\$87,209	100.00%	100.00%	\$87,209
300	8127	L.S. 127: EPBO - TX/NM border 16"	613000	\$4,121	\$36	[1]	\$4,157	100.00%	100.00%	\$4,157
300	8128	L.S. 128:TX/NM Border - Road Forks 16"	613000	\$14,946	\$131	[1]	\$15,077	100.00%	100.00%	\$15,077
300	8129	L.S. 129: Road Forks - NM/AZ Border 16"	613000	\$5,188	\$45	[1]	\$5,234	100.00%	100.00%	\$5,234
300	8131	L.S. 131: NM/AZ Border - Tucson 16"	613000	\$33,077	\$289	[1]	\$33,366	100.00%	100.00%	\$33,366
300	8132	L.S. 132: Diamond Jct - EPBO 12"	613000	\$4,121	\$36	[1]	\$4,157	100.00%	100.00%	\$4,157
300	8237	L.S. 21A : Lordsburg - Road Forks Jct.	613000	\$3,133	\$27	[1]	\$3,160	100.00%	100.00%	\$3,160
300	8238	L.S. 21B : Road Forks Jct. - NM/AZ Border	613000	\$3,416	\$30	[1]	\$3,446	100.00%	100.00%	\$3,446
300	8242	L.S. 4A: El Paso - Alamogordo Jct. 8"	613000	\$886	\$8	[1]	\$894	100.00%	100.00%	\$894
300	8702	Alamogordo Junction	613000	\$1,294	\$11	[1]	\$1,305	100.00%	100.00%	\$1,305
300	8730	El Paso Breakout Facility	613000	\$977,811	\$8,556	[1]	\$986,367	100.00%	100.00%	\$986,367
300	8751	Diamond Junction	613000	\$5,446	\$48	[1]	\$5,494	100.00%	100.00%	\$5,494
300	8758	Deming Station	613000	\$45,442	\$398	[1]	\$45,840	100.00%	100.00%	\$45,840
300	8765	El Paso Station	613000	\$138,266	\$1,210	[1]	\$139,476	100.00%	100.00%	\$139,476
300	8826	Lordsburg Maintenance	613000	\$76,403	\$669	[1]	\$77,071	100.00%	100.00%	\$77,071
300	8878	Phoenix Terminal & Station	613000	\$714,907	\$6,255	[1]	\$721,162	100.00%	53.28%	\$384,235
300	8931	Road Forks Junction	613000	\$16,935	\$148	[1]	\$17,083	100.00%	100.00%	\$17,083
300	8938	Tucson Terminal & Station	613000	\$638,399	\$5,586	[1]	\$643,985	100.00%	100.00%	\$643,985
300 Total		O&M - Salaries & Wages		\$3,231,189	\$28,273		\$3,259,462			\$2,705,783
310	1310	Southern Region Office	633100	\$128,722			\$128,722	68.35%	44.34%	\$39,011
310	8007	L.S. 7: Red Rock - Phoenix Terminal 8" (NIS)	613100	\$1,861			\$1,861	100.00%	100.00%	\$1,861
310	8017	L.S. 17: El Paso Station - TX/NM Border 12"	613100	\$6,002			\$6,002	100.00%	100.00%	\$6,002
310	8019	L.S. 19: Deming Station - Lordsburg Maint. 12"	613100	\$9,204			\$9,204	100.00%	100.00%	\$9,204
310	8022	L.S. 22: NM/AZ Border - Tucson Terminal 12"	613100	\$358			\$358	100.00%	100.00%	\$358
310	8117	L.S. 117: Tucson Station - Phoenix Station 12"	613100	\$78			\$78	100.00%	100.00%	\$78
310	8127	L.S. 127: EPBO - TX/NM border 16"	613100	\$184			\$184	100.00%	100.00%	\$184
310	8128	L.S. 128:TX/NM Border - Road Forks 16"	613100	\$811			\$811	100.00%	100.00%	\$811
310	8242	L.S. 4A: El Paso - Alamogordo Jct. 8"	613100	\$3,018			\$3,018	100.00%	100.00%	\$3,018
310	8243	L.S. 4B: Alamogordo Jct. - TX/NM Border 8" (NIS)	613100	\$8			\$8	100.00%	100.00%	\$8
310	8730	El Paso Breakout Facility	613100	\$118,994			\$118,994	100.00%	100.00%	\$118,994
310	8758	Deming Station	613100	\$6,284			\$6,284	100.00%	100.00%	\$6,284
310	8765	El Paso Station	613100	\$40,279			\$40,279	100.00%	100.00%	\$40,279
310	8765	El Paso Station	633100	\$150			\$150	100.00%	100.00%	\$150
310	8825	Lordsburg Station (NIS)	613100	\$4,927			\$4,927	100.00%	100.00%	\$4,927
310	8826	Lordsburg Maintenance	613100	\$2,156			\$2,156	100.00%	100.00%	\$2,156

SFPP, L.P.
 Summary of Operating Expenses
 For the Test Period

FERC Acct	Loc	Location Description	SFPP Acct	Base Period Amount (a)	Cost of Service Adjustment (b)	Note	Test Period Amount (c)	Carrier % (d)	EL % (e)	East Line Amount (f)=(c*d*e)
310	8826	Lordsburg Maintenance	633100	\$2,914			\$2,914	95.00%	100.00%	\$2,768
310	8878	Phoenix Terminal & Station	613100	\$64,098			\$64,098	100.00%	53.28%	\$34,151
310	8878	Phoenix Terminal & Station	633100	\$95,503			\$95,503	44.56%	53.28%	\$22,675
310	8931	Road Forks Junction	613100	\$631			\$631	100.00%	100.00%	\$631
310	8938	Tucson Terminal & Station	613100	\$51,712			\$51,712	100.00%	100.00%	\$51,712
310	8938	Tucson Terminal & Station	633100	\$44,902			\$44,902	47.49%	100.00%	\$21,325
310 Total		O&M - Materials and Supplies		\$582,797			\$582,797			\$366,588
320	1310	Southern Region Office	633200	\$323,629			\$323,629	68.35%	44.34%	\$98,080
320	8017	L.S. 17: El Paso Station - TX/NM Border 12"	613200	\$140,313	\$183,257	[2]	\$323,570	100.00%	100.00%	\$323,570
320	8018	L.S. 18: TX/NM Border - Deming Station 12"	613200	\$181,203			\$181,203	100.00%	100.00%	\$181,203
320	8019	L.S. 19: Deming Station - Lordsburg Maint. 12"	613200	\$168,817			\$168,817	100.00%	100.00%	\$168,817
320	8022	L.S. 22: NM/AZ Border - Tucson Terminal 12"	613200	\$28,964			\$28,964	100.00%	100.00%	\$28,964
320	8117	L.S. 117: Tucson Station - Phoenix Station 12"	613200	\$365,621			\$365,621	100.00%	100.00%	\$365,621
320	8127	L.S. 127: EPBO - TX/NM border 16"	613200	\$23,484			\$23,484	100.00%	100.00%	\$23,484
320	8128	L.S. 128:TX/NM Border - Road Forks 16"	613200	\$611,713			\$611,713	100.00%	100.00%	\$611,713
320	8129	L.S. 129: Road Forks - NM/AZ Border 16"	613200	\$2,465			\$2,465	100.00%	100.00%	\$2,465
320	8131	L.S. 131: NM/AZ Border - Tucson 16"	613200	\$18,373			\$18,373	100.00%	100.00%	\$18,373
320	8132	L.S. 132: Diamond Jct - EPBO 12"	613200	\$316,310			\$316,310	100.00%	100.00%	\$316,310
320	8232	L.S. 6A: NM/AZ Border - Tucson Terminal 8" (NIS)	613200	\$20,468			\$20,468	100.00%	100.00%	\$20,468
320	8237	L.S. 21A : Lordsburg - Road Forks Jct.	613200	\$502,204			\$502,204	100.00%	100.00%	\$502,204
320	8242	L.S. 4A: El Paso - Alamogordo Jct. 8"	613200	\$56,523			\$56,523	100.00%	100.00%	\$56,523
320	8730	El Paso Breakout Facility	613200	\$119,338			\$119,338	100.00%	100.00%	\$119,338
320	8758	Deming Station	613200	\$6,808			\$6,808	100.00%	100.00%	\$6,808
320	8765	El Paso Station	613200	\$52,056	\$46,016	[2]	\$98,073	100.00%	100.00%	\$98,073
320	8825	Lordsburg Station (NIS)	613200	\$4,099			\$4,099	100.00%	100.00%	\$4,099
320	8878	Phoenix Terminal & Station	613200	\$80,623			\$80,623	100.00%	53.28%	\$42,956
320	8878	Phoenix Terminal & Station	633200	\$56,613			\$56,613	44.56%	53.28%	\$13,442
320	8931	Road Forks Junction	613200	\$1,153			\$1,153	100.00%	100.00%	\$1,153
320	8938	Tucson Terminal & Station	613200	\$33,410			\$33,410	100.00%	100.00%	\$33,410
320	8938	Tucson Terminal & Station	633200	\$82,737			\$82,737	47.49%	100.00%	\$39,294
320 Total		O&M - Outside Services		\$3,196,924	\$229,273		\$3,426,198			\$3,076,367
330	8007	L.S. 7: Red Rock - Phoenix Terminal 8" (NIS)	613300	\$3,226			\$3,226	100.00%	100.00%	\$3,226
330	8017	L.S. 17: El Paso Station - TX/NM Border 12"	613300	\$8,668			\$8,668	100.00%	100.00%	\$8,668
330	8018	L.S. 18: TX/NM Border - Deming Station 12"	613300	\$3,141			\$3,141	100.00%	100.00%	\$3,141
330	8019	L.S. 19: Deming Station - Lordsburg Maint. 12"	613300	\$4,319			\$4,319	100.00%	100.00%	\$4,319
330	8022	L.S. 22: NM/AZ Border - Tucson Terminal 12"	613300	\$17,557			\$17,557	100.00%	100.00%	\$17,557
330	8215	L.S. 6B: Tucson Terminal - Red Rock 8" (NIS)	613300	\$4,806			\$4,806	100.00%	100.00%	\$4,806
330	8237	L.S. 21A : Lordsburg - Road Forks Jct.	613300	\$808			\$808	100.00%	100.00%	\$808
330	8702	Alamogordo Junction	613300	\$2,914			\$2,914	100.00%	100.00%	\$2,914
330	8730	El Paso Breakout Facility	613300	\$2,923,100	(\$161,444)	[3]	\$2,761,655	100.00%	100.00%	\$2,761,655

SFPP, L.P.
 Summary of Operating Expenses
 For the Test Period

FERC Acct	Loc	Location Description	SFPP Acct	Base Period Amount (a)	Cost of Service Adjustment (b)	Note	Test Period Amount (c)	Carrier % (d)	EL % (e)	East Line Amount (f)=(c*d*e)
330	8758	Deming Station	613300	\$1,710,613	(\$269,866)	[3]	\$1,440,747	100.00%	100.00%	\$1,440,747
330	8765	El Paso Station	613300	\$1,016,348	\$384,148	[3]	\$1,400,496	100.00%	100.00%	\$1,400,496
330	8825	Lordsburg Station (NIS)	613300	\$566			\$566	100.00%	100.00%	\$566
330	8826	Lordsburg Maintenance	633300	\$2,158			\$2,158	95.00%	100.00%	\$2,050
330	8878	Phoenix Terminal & Station	613300	\$165,305			\$165,305	100.00%	53.28%	\$88,074
330	8933	Toltec Station (NIS)	613300	\$421			\$421	100.00%	100.00%	\$421
330	8938	Tucson Terminal & Station	613300	\$1,751,535	(\$263,167)	[3]	\$1,488,368	100.00%	100.00%	\$1,488,368
330 Total		O&M - Operating Fuel and Power		\$7,615,485	(\$310,329)		\$7,305,156			\$7,227,818
340	8000	East Line	613400	(\$1,247,467)			(\$1,247,467)	100.00%	100.00%	(\$1,247,467)
340 Total		O&M - Oil Losses and Shortages		(\$1,247,467)			(\$1,247,467)			(\$1,247,467)
350	0050	Pipeline Right-of-Way (UPRR)	613500	\$7,384,440	(\$937,245)	[4]	\$6,447,195			\$313,985
350	0050	Pipeline Right-of-Way (Other ROW)	613500	\$1,762,900		[4]	\$1,762,900			\$831,094
350	0050	Pipeline Right-of-Way (Franchises)	613500	\$1,018,800		[4]	\$1,018,800			\$276,469
350	0050	Pipeline Right-of-Way (Gila River Reservation)	613500	\$0	\$174,210	[5]	\$174,210	100.00%	100.00%	\$174,210
350	1310	Southern Region Office	633500	\$21,904			\$21,904	68.35%	44.34%	\$6,638
350	8730	El Paso Breakout Facility	613500	\$143			\$143	100.00%	100.00%	\$143
350	8765	El Paso Station	613500	\$111			\$111	100.00%	100.00%	\$111
350	8878	Phoenix Terminal & Station	633500	\$7,944			\$7,944	44.56%	53.28%	\$1,886
350 Total		O&M - Rentals		\$10,196,242	(\$763,035)		\$9,433,207			\$1,604,536
390	1310	Southern Region Office	613900	\$121,024			\$121,024	100.00%	44.34%	\$53,662
390	1310	Southern Region Office	633900	\$49,758			\$49,758	68.35%	44.34%	\$15,080
390	8005	L.S. 5: TX/NM Border - NM/AZ Border 8" (NIS)	613900	\$646			\$646	100.00%	100.00%	\$646
390	8017	L.S. 17: El Paso Station - TX/NM Border 12"	613900	\$13,838			\$13,838	100.00%	100.00%	\$13,838
390	8018	L.S. 18: TX/NM Border - Deming Station 12"	613900	\$245			\$245	100.00%	100.00%	\$245
390	8019	L.S. 19: Deming Station - Lordsburg Maint. 12"	613900	\$122			\$122	100.00%	100.00%	\$122
390	8022	L.S. 22: NM/AZ Border - Tucson Terminal 12"	613900	\$399			\$399	100.00%	100.00%	\$399
390	8117	L.S. 117: Tucson Station - Phoenix Station 12"	613900	\$1,859			\$1,859	100.00%	100.00%	\$1,859
390	8128	L.S. 128:TX/NM Border - Road Forks 16"	613900	\$7,884			\$7,884	100.00%	100.00%	\$7,884
390	8131	L.S. 131: NM/AZ Border - Tucson 16"	613900	\$1,123			\$1,123	100.00%	100.00%	\$1,123
390	8132	L.S. 132: Diamond Jct - EPBO 12"	613900	\$2,592			\$2,592	100.00%	100.00%	\$2,592
390	8242	L.S. 4A: El Paso - Alamogordo Jct. 8"	613900	\$2,052			\$2,052	100.00%	100.00%	\$2,052
390	8730	El Paso Breakout Facility	613900	\$46,236			\$46,236	100.00%	100.00%	\$46,236
390	8765	El Paso Station	613900	\$9,580			\$9,580	100.00%	100.00%	\$9,580
390	8826	Lordsburg Maintenance	613900	\$31,001			\$31,001	100.00%	100.00%	\$31,001
390	8826	Lordsburg Maintenance	633900	(\$4,329)			(\$4,329)	95.00%	100.00%	(\$4,112)
390	8878	Phoenix Terminal & Station	613900	\$148,141			\$148,141	100.00%	53.28%	\$78,929
390	8878	Phoenix Terminal & Station	633900	(\$10,198)			(\$10,198)	44.56%	53.28%	(\$2,421)
390	8938	Tucson Terminal & Station	613900	\$75,740			\$75,740	100.00%	100.00%	\$75,740
390	8938	Tucson Terminal & Station	633900	(\$17,403)			(\$17,403)	47.49%	100.00%	(\$8,265)
390 Total		O&M - Other Expenses		\$480,311			\$480,311			\$326,191

SFPP, L.P.
 Summary of Operating Expenses
 For the Test Period

FERC Acct	Loc	Location Description	SFPP Acct	Base Period Amount (a)	Cost of Service Adjustment (b)	Note	Test Period Amount (c)	Carrier % (d)	EL % (e)	East Line Amount (f)=(c*d*e)
520	0050	KMEP Allocated Overhead	930999	\$44,842,964	\$1,563,629	[6]	\$46,406,593			\$7,646,132 *
520	0050	PBOP's Cash Payments (to BNSF)	253330	\$339,355		[7]	\$339,355	69.27%	28.17%	\$66,220
520	0050	FERC Litigation Expense (Normalized Base Period)			\$798,639	[8]	\$798,639	100.00%	100.00%	\$798,639
520	0050	East Line Litigation Expense (Test Period)			\$2,169,981	[9]	\$2,169,981	100.00%	100.00%	\$2,169,981
520 Total		G&A - Outside Services		\$45,182,319	\$4,532,249		\$49,714,568			\$10,680,972
580	0050	Texas Railroad Commission	408000	\$625			\$625	100.00%	100.00%	\$625
580	0050	Ad Valorem Taxes - Arizona	408903	\$4,643,020	(\$335,862)	[10]	\$4,307,158	85.84%	74.57%	\$2,757,050
580	0050	Ad Valorem Taxes - New Mexico	408903	\$727,980			\$727,980	99.99%	100.00%	\$727,907
580	0050	Ad Valorem Taxes - Texas	408903	\$1,069,000			\$1,069,000	99.19%	99.92%	\$1,059,493
580 Total		G&A - Pipeline Taxes		\$6,440,625	(\$335,862)		\$6,104,763			\$4,545,075
590	0050	Regulatory Fees (DoT, FERC & P/L Safety)	615900	\$745,206			\$745,206	100.00%	35.58%	\$265,144
590 Total		G&A - Other Expenses		\$745,206			\$745,206			\$265,144
		Grand Total		\$76,423,632	\$3,380,569		\$79,804,200			\$29,551,008

- [1] Annualize merit increase of 3.5% that took effect October 1, 2008
- [2] Environmental remediation expenditures booked against reserve (see Schedule 16)
- [3] Adjust major power and DRA expense (see Schedule 17)
- [4] Adjust and assign pipeline right-of-way expense (see Schedule 18)
- [5] Test period adjustment to reflect increased ROW (see Schedule 18, page 3)
- [6] Adjust and assign KMEP overhead (see Schedule 19)
- [7] Expense 2007 post-employment benefits other than pensions paid to BNSF booked against reserve
- [8] Normalize and expense litigation expense incurred during the base period and charged against reserve (see Schedule 19, page 1)
- [9] Test Period litigation expense estimate for this proceeding (see Schedule 19, pages 4 and 5)
- [10] Adjust property taxes per SFPP property tax consultant

Carrier % for Allocable Expenses (SFPP Acct 633xxx):

Loc	Location Description	Total Labor	Carrier Labor	East Line Carrier Labor	Carrier %	EL %
1310	Southern Region Office (see Schedule 14C)				68.35%	44.34%
8826	Lordsburg Maintenance	\$80,424	\$76,403	\$76,403	95.00%	100.00%
8878	Phoenix Terminal & Station	\$1,604,273	\$714,907	\$380,902	44.56%	53.28%
8938	Tucson Terminal & Station	\$1,344,220	\$638,399	\$638,399	47.49%	100.00%

* Corrected 11/12/09 to denote change from original cost-of-service support filed July 31, 2009

SFPP, L.P.
 Development of Test Period Tariff Rates
 Fully Allocated Cost Rates

Schedule 21
 Page 1 of 2

Line	Location	Test Period Volumes (000 BBLs)	Miles	Thousand Bbl-Miles	Non-Distance Related	Distance Related	Total Rate
		(a)	(b)	(c)	(d)	(e)	(f)
				(a)*(b)/1000	p.2(a22)/(a6)	(c%)*p.2(b22)/(a)	(d)+(e)
1	Alamogordo	406.0	15	6.090	\$0.1939 *	\$0.0595	\$0.2534 *
2	Lordsburg	1,294.8	164	212.355	\$0.1939 *	\$0.6509	\$0.8448 *
3	Tucson	15,109.8	306	4,623.592	\$0.1939 *	\$1.2145	\$1.4083 *
4	Davis-Monthan	919.6	306	281.383	\$0.1939 *	\$1.2145	\$1.4083 *
5	Phoenix	37,360.0	430	16,064.808	\$0.1939 *	\$1.7066	\$1.9005 *
6	Totals	<u>55,090.2</u>		<u>21,188.228</u>			

* Corrected 11/12/09 to denote change from original cost-of-service support filed July 31, 2009

SFPP, L.P.
 Classification of Cost of Service Components
 Cost of Service Year: Test Period
 (\$000's)

Schedule 21
 Page 2 of 2

Line No.	FERC	Category	Non- Distance Related (a)	Distance Related (b)	Total Cost (c)
<u>Operating Expenses:</u>					
1	300	Salaries and Wages	\$0	\$2,706	\$2,706
2	310	Materials and Supplies	\$0	\$367	\$367
3	320	Outside Services	\$0	\$3,076	\$3,076
4	330	Operating Fuel and Power	\$0	\$7,228	\$7,228
5	340	Oil Losses and Shortages	\$0	(\$1,247)	(\$1,247)
6	350	Rentals	\$0	\$1,605	\$1,605
7	390	Other Expenses	\$0	\$326	\$326
8	500	Salaries and Wages	\$0	\$0	\$0
9	510	Materials and Supplies	\$0	\$0	\$0
10	520	Outside Services	\$10,681 *	\$0	\$10,681 *
11	530	Rentals	\$0	\$0	\$0
12	550	Employee Benefits	\$0	\$0	\$0
13	560	Insurance	\$0	\$0	\$0
14	570	Casualty and Other Losses	\$0	\$0	\$0
15	580	Pipeline Taxes	\$0	\$4,545	\$4,545
16	590	Other Expenses	\$0	\$265	\$265
17		Subtotal	\$10,681 *	\$18,870	\$29,551 *
<u>Other Cost of Service Components:</u>					
19		Total Return on Rate base	\$0	\$38,246	\$38,246
20		Income Tax Allowance	\$0	\$14,789	\$14,789
21		Depr. and Amort. Expense	\$0	\$12,188	\$12,188
22		Total Cost of Service	\$10,681 *	\$84,093	\$94,774 *

* Corrected 11/12/09 to denote change from original cost-of-service support filed July 31, 2009

SFPP, L.P.

Schedule 22

Test Period Adjustment for Volume Throughput

Resulting Revenues and Barrel Miles in Support of Cost of Service Summary Schedule and Statement G

(in Thousands)

Line	Volumes (000's)		Current Rates (c)	Proposed Rates (d) Sch. 21	Resulting Revenues					Miles (j)	Barrel Miles (k) (b) * (j)	
	Base Period (a) Co. Records	Test Period (b)			COS Summary Sch.		Statement G					
					Under Proposed Rates (e) (b) * (d)	Under Ceiling Rates (f) (b) * (c)	Presently Effective Rates (g) (a) * (c)	Under Proposed Rates (h) (a) * (d)	Under Ceiling Rates (i) same as (g)			
East Line												
1	Alamogordo	349.9	406.0	\$0.1589	\$0.2534*	\$103*	\$65	\$56	\$89*	\$56	15	6,090
2	Lordsburg	1,294.7	1,294.8	\$0.5997	\$0.8448*	\$1,094*	\$777	\$776	\$1,094*	\$776	164	212,355
3	Tucson	15,752.6	15,109.8	\$1.0088	\$1.4083*	\$21,279*	\$15,243	\$15,891	\$22,184*	\$15,891	306	4,623,592
4	Davis Monthan	928.1	919.6	\$1.0088	\$1.4083*	\$1,295*	\$928	\$936	\$1,307*	\$936	306	281,383
5	Phoenix	38,221.1	37,360.0	\$1.3719	\$1.9005*	\$71,003*	\$51,254	\$52,435	\$72,639*	\$52,435	430	16,064,808
6	Total	56,546.3	55,090.2			\$94,774*	\$68,266	\$70,095	\$97,313*	\$70,095		21,188,228

* Corrected 11/12/09 to denote change from original cost-of-service support filed July 31, 2009

SFPP, L.P.
East Line Substantial Divergence
Cost of Service Summary Schedule
(All numbers in Thousands)

COS Summary
Page 1 of 2

<u>Line No.</u>	<u>Description</u>	<u>Source</u>	<u>Test Period</u>
1	Cost of Service	Statement A, Line 7	\$94,774 *
2	Barrel Throughput	Schedule 22	55,090
3	Barrel-Miles Throughput	Schedule 22	21,188,228
4	Resulting Revenues Under Proposed Rates	Schedule 22	\$94,774 *
5	Resulting Revenues Under Current Ceiling Rates	Schedule 22	\$68,266

* Corrected 11/12/09 to denote change from original cost-of-service support filed July 31, 2009

SFPP, L.P.
East Line Substantial Divergence
Cost of Service Summary Schedule
Table of Rates (\$/BBL)

COS Summary
Page 2 of 2

<u>Origin</u>	<u>Destination</u>	<u>Current Tariff Rate</u> (a)	<u>Proposed Increase</u> (b) 1/	<u>Proposed Rate</u> (c) 1/
El Paso, TX	Lordsburg, NM	\$0.5997	\$0.2451 *	\$0.8448 *
El Paso, TX	Tucson, AZ	\$1.0088	\$0.3995 *	\$1.4083 *
El Paso, TX	Phoenix, AZ	\$1.3719	\$0.5286 *	\$1.9005 *
Diamond Junction, TX	Lordsburg, NM	\$0.5997	\$0.2451 *	\$0.8448 *
Diamond Junction, TX	Tucson, AZ	\$1.0088	\$0.3995 *	\$1.4083 *
Diamond Junction, TX	Phoenix, AZ	\$1.3719	\$0.5286 *	\$1.9005 *
	Alamogordo Jct 2/	\$0.1589	\$0.0945 *	\$0.2534 *

1/ See Schedule 21 (fully allocated costs)

2/ Military tender

* Corrected 11/12/09 to denote change from original cost-of-service support filed July 31, 2009

SFPP, L.P.
East Line Interstate Cost of Service
(\$000's)

Statement A

<u>Line No.</u>	<u>Description</u>	<u>Source</u>	<u>Test Period</u>
1	Overall Return on Rate Base	Statement C, Line 16	\$38,246
2	Income Tax Allowance	Statement D, Line 13	\$14,789
3	Operating Expenses Excl. Depreciation	Statement B, Line 21	\$29,551 *
4	Depreciation Expense	Statement B, Line 13	\$11,110
5	Amortization of AFUDC	Statement F2, Lines (3 + 7)	\$451
6	Amortization of Deferred Return	Statement E2, Line 14	<u>\$626</u>
7	Total Cost of Service	Sum Lines (1 through 6)	<u><u>\$94,774 *</u></u>

* Corrected 11/12/09 to denote change from original cost-of-service support filed July 31, 2009

SFPP, L.P.
East Line Interstate Operating Expenses
(\$000's)

Statement B

<u>Line No.</u>	<u>FERC Acct</u>	<u>Description</u>	<u>Source</u>	<u>Test Period</u>
<u>OPERATIONS AND MAINTENANCE</u>				
1	300	Salaries and Wages	Schedule 15	\$2,706
2	310	Materials and Supplies	Schedule 15	\$367
3	320	Outside Services	Schedule 15	\$3,076
4	330	Operating Fuel and Power	Schedule 15	\$7,228
5	340	Oil Losses and Shortages	Schedule 15	(\$1,247)
6	350	Rentals	Schedule 15	\$1,605
7	390	Other Expenses	Schedule 15	\$326
8		Total Operations Expense	Lines (1 through 7)	<u>\$14,060</u>
<u>GENERAL</u>				
9	500	Salaries and Wages	Schedule 15	\$0
10	510	Materials and Supplies	Schedule 15	\$0
11	520	Outside Services	Schedule 15	\$10,681*
12	530	Rentals	Schedule 15	\$0
13	540	Depreciation and Amortization	Schedules 1 or 3	\$11,110
14	550	Employee Benefits	Schedule 15	\$0
15	560	Insurance	Schedule 15	\$0
16	570	Casualty and Other Losses	Schedule 15	\$0
17	580	Pipeline Taxes	Schedule 15	\$4,545
18	590	Other Expenses	Schedule 15	\$265
19		Total General Expense	Lines (9 through 18)	<u>\$26,602*</u>
20		Total Operating Expenses	Lines (8 + 19)	<u><u>\$40,661*</u></u>
21		Total Operating Exp. Excl. D&A	Lines (20 - 13)	<u><u>\$29,551*</u></u>

* Corrected 11/12/09 to denote change from original cost-of-service support filed July 31, 2009