



KOCH PIPELINE COMPANY LP

May 25, 2010

Board of County Commissioners
Morrison County, Minnesota
213 SE 1st Avenue
Little Falls, Minnesota 56345

Re: Koch Pipeline Company, L.P.
County Road 16 / Current Bond on File

To Whom It May Concern:

Koch Pipeline Company currently has a bond on file with Morrison County, Minnesota for any work performed within the right of way of County Road 16.

Federal Insurance Company (Chubb) has replaced Travelers Casualty and Surety Company of America as the surety for Koch Pipeline Company. We are enclosing an original bond executed by Chubb.

We are asking that you please replace the old bond issued by Travelers with the new bond that is issued by Chubb which is attached.

We thank you for your assistance in this matter. If you have any questions please give me a call at 316-828-3715. Thank you.

Sincerely,

A handwritten signature in black ink that reads "Judy L. Painter".

Judy L. Painter
Right of Way Group

316.828.5500

P.O. Box 2913
Wichita, Kansas 67201-2913

www.kochpipeline.com

This bond replaces Travelers Bond # 105252316



CHUBB GROUP OF INSURANCE COMPANIES

Surety Department, 15 Mountain View Road, P.O. Box 1615, Warren, NJ 07061-1615
Phone: 908-903-3497 Facsimile: 908-903-3656

Bond No **81876408**

FEDERAL INSURANCE COMPANY

LICENSE OR PERMIT BOND DEFINITE TERM

Bond Amount \$25,000.00

Know All Men By These Presents,

That we, **Koch Pipeline Company, LP**

the principal), as Principal, and the FEDERAL INSURANCE COMPANY organized under the laws of the State of Indiana held and firmly bound unto **Morrison County, MN**

(hereinafter called Warren, New Jersey a corporation duly (hereinafter called the Surety), as Surety, are

(hereinafter called the Obligee), in the amount of **Twenty Five Thousand and No/100 dollars**

(**\$25,000.00**), for the payment of which we, the said Principal and the said Surety, bind ourselves, our heirs, executors, administrators, successors and assigns, jointly and severally, firmly by these presents.

WHEREAS, the above bounden Principal has made application to the Obligee for a license or permit as **Any work performed within the Right of Ways of Morrison County, MN County Road 16** for the term beginning **June 29, 2010** and ending **June 29, 2011** in accordance with the rules and ordinances of said Obligee pertaining to same.

NOW, THEREFORE, THE CONDITION OF THIS OBLIGATION IS SUCH, that if the Principal shall faithfully observe, keep and obey all laws and ordinances of said Obligee relating to the said license or permit now in force, or any amendments thereto and shall save, indemnify and keep harmless, the Obligee against all liabilities, judgments, costs and expenses, which may accrue against said Principal in consequence of the granting of such license or permit and will in all things, strictly comply with the conditions of the license or permit, then this obligation to be void, otherwise to remain in full force and effect.

Signed, Sealed and Dated this **17th Day of May 2010**

Koch Pipeline Company, LP

By:

A handwritten signature of Patricia Smith, Attorney-in-Fact.

Patricia Smith, Attorney-in-Fact

FEDERAL INSURANCE COMPANY

By:

A handwritten signature of Marie Perryman, Attorney-in-Fact.

Attorney In Fact Marie Perryman



POWER OF ATTORNEY

The undersigned corporation for itself and for its divisions and subordinate profit centers and operations, does hereby, effective today, nominate constitute and appoint Pamela L. Beck, Rosemary Weaver, Jeff Fritts, Jay Chappell, Cesare Mitrani and Steve Foster, each with the authority to act individually and without counter signature, as its agents' and attorneys (hereinafter referred to as "Agents") with the power and authority, for the undersigned and its divisions and subordinate profit centers and operations, to execute, deliver and apply the corporate seal to all form and manner of performance bonds, bid bonds, contract bonds, tax bonds, license bonds and all other form and manner of surety bonds, whether similar or dissimilar each with a penalty in no event exceeding \$2,000,000 (two million dollars).

This Power of Attorney will be effective until it is revoked by Koch Business Solutions, Insurance Management. The expiry of this Power of Attorney shall not impair nor invalidate any undertaking executed or entered into during its term.

WITNESS the execution hereof by the duly constituted officer of the undersigned on the 16th Day of October, 2006.

KOCH PIPELINE COMPANY, L.P.


By: Michael D. Purkey, Vice President
Koch Pipeline Company, LLC, General Partner



**Chubb
Surety**

**POWER
OF
ATTORNEY**

**Federal Insurance Company
Vigilant Insurance Company
Pacific Indemnity Company**

**Attn: Surety Department
15 Mountain View Road
Warren, NJ 07059**

Know All by These Presents, That **FEDERAL INSURANCE COMPANY**, an Indiana corporation, **VIGILANT INSURANCE COMPANY**, a New York corporation, and **PACIFIC INDEMNITY COMPANY**, a Wisconsin corporation, do each hereby constitute and appoint Jack M. Crowley, Steven R. Foster, Marie Perryman and Patricia A. Smith of Dallas, Texas

each as their true and lawful Attorney- in- Fact to execute under such designation in their names and to affix their corporate seals to and deliver for and on their behalf as surety thereon or otherwise, bonds and undertakings and other writings obligatory in the nature thereof (other than bail bonds) given or executed in the course of business, and any instruments amending or altering the same, and consents to the modification or alteration of any instrument referred to in said bonds or obligations.

In Witness Whereof, said **FEDERAL INSURANCE COMPANY**, **VIGILANT INSURANCE COMPANY**, and **PACIFIC INDEMNITY COMPANY** have each executed and attested these presents and affixed their corporate seals on this 1st day of March, 2010.

Kenneth C. Wendel, Assistant Secretary

David B. Norris, Jr., Vice President

STATE OF NEW JERSEY

County of Somerset

ss.

On this 1st day of March, 2010 before me, a Notary Public of New Jersey, personally came Kenneth C. Wendel, to me known to be Assistant Secretary of **FEDERAL INSURANCE COMPANY**, **VIGILANT INSURANCE COMPANY**, and **PACIFIC INDEMNITY COMPANY**, the companies which executed the foregoing Power of Attorney, and the said Kenneth C. Wendel, being by me duly sworn, did depose and say that he is Assistant Secretary of **FEDERAL INSURANCE COMPANY**, **VIGILANT INSURANCE COMPANY**, and **PACIFIC INDEMNITY COMPANY** and knows the corporate seals thereof, that the seals affixed to the foregoing Power of Attorney are such corporate seals and were thereto affixed by authority of the By- Laws of said Companies; and that he signed said Power of Attorney as Assistant Secretary of said Companies by like authority; and that he is acquainted with David B. Norris, Jr., and knows him to be Vice President of said Companies; and that the signature of David B. Norris, Jr., subscribed to said Power of Attorney is in the genuine handwriting of David B. Norris, Jr., and was thereto subscribed by authority of said By-Laws and in deponent's presence.

Notarial Seal



KATHERINE J. ADELAAR
NOTARY PUBLIC OF NEW JERSEY
No. 2316685
Commission Expires July 16, 2014

Notary Public

CERTIFICATION

Extract from the By- Laws of **FEDERAL INSURANCE COMPANY**, **VIGILANT INSURANCE COMPANY**, and **PACIFIC INDEMNITY COMPANY**:

"All powers of attorney for and on behalf of the Company may and shall be executed in the name and on behalf of the Company, either by the Chairman or the President or a Vice President or an Assistant Vice President, jointly with the Secretary or an Assistant Secretary, under their respective designations. The signature of such officers may be engraved, printed or lithographed. The signature of each of the following officers: Chairman, President, any Vice President, any Assistant Vice President, any Secretary, any Assistant Secretary and the seal of the Company may be affixed by facsimile to any power of attorney or to any certificate relating thereto appointing Assistant Secretaries or Attorneys- in- Fact for purposes only of executing and attesting bonds and undertakings and other writings obligatory in the nature thereof, and any such power of attorney or certificate bearing such facsimile signature or facsimile seal shall be valid and binding upon the Company and any such power so executed and certified by such facsimile signature and facsimile seal shall be valid and binding upon the Company with respect to any bond or undertaking to which it is attached."

I, Kenneth C. Wendel, Assistant Secretary of **FEDERAL INSURANCE COMPANY**, **VIGILANT INSURANCE COMPANY**, and **PACIFIC INDEMNITY COMPANY** (the "Companies") do hereby certify that

- (i) the foregoing extract of the By- Laws of the Companies is true and correct;
- (ii) the Companies are duly licensed and authorized to transact surety business in all 50 of the United States of America and the District of Columbia and are authorized by the U.S. Treasury Department; further, Federal and Vigilant are licensed in Puerto Rico and the U.S. Virgin Islands, and Federal is licensed in American Samoa, Guam, and each of the Provinces of Canada except Prince Edward Island; and
- (iii) the foregoing Power of Attorney is true, correct and in full force and effect.

Given under my hand and seals of said Companies at Warren, NJ this 17th day of May 2010

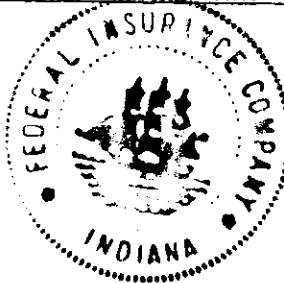


Kenneth C. Wendel, Assistant Secretary

IN THE EVENT YOU WISH TO NOTIFY US OF A CLAIM, VERIFY THE AUTHENTICITY OF THIS BOND OR NOTIFY US OF ANY OTHER MATTER, PLEASE CONTACT US AT ADDRESS LISTED ABOVE, OR BY Telephone (908) 903-3493 Fax (908) 903-3656

e-mail: surety@chubb.com

Form 15-10-0225B-U (Ed. 5-03) CONSENT



May 17, 2010

Matthew Fuchs
Flint Hills Resources, LP
4111 E. 37th Street North
Wichita, KS 67220

Re: Morrison County-Right of Way Bond #81876408

Dear Matt:

Federal Insurance Company (Chubb) has replaced Travelers Casualty and Surety Company of America (Travelers) as surety for Koch. ... and their related entities. You will find the following enclosed:

- Original bond executed by Chubb – Please forward to Morrison County, MN.
- The Travelers bond was a term bond which expires 6/22/10. Cancellation notices were not issued by Travelers.

If you have any questions please do not hesitate to contact me at 972-715-6226

Sincerely,



Patricia Smith
Surety Client Manager
Willis of Texas, Inc.

/ps