

VALERO L P
Form 3
June 20, 2006

FORM 3 UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

OMB APPROVAL

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INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934,
Section 17(a) of the Public Utility Holding Company Act of 1935 or Section
30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person *		2. Date of Event Requiring Statement	3. Issuer Name and Ticker or Trading Symbol	
Â Barron Bradley C		(Month/Day/Year)	VALERO L P [VLI]	
(Last)	(First)	(Middle)	06/20/2006	
P.O. BOX 696000			4. Relationship of Reporting Person(s) to Issuer	5. If Amendment, Date Original Filed(Month/Day/Year)
(Street)			(Check all applicable)	
SAN ANTONIO,Â TXÂ 78269-6000			<input type="checkbox"/> Director <input type="checkbox"/> 10% Owner	6. Individual or Joint/Group Filing(Check Applicable Line)
(City)	(State)	(Zip)	<input checked="" type="checkbox"/> Officer <input type="checkbox"/> Other	<input checked="" type="checkbox"/> Form filed by One Reporting Person
			(give title below) (specify below)	<input type="checkbox"/> Form filed by More than One Reporting Person
			VP and General Counsel	

Table I - Non-Derivative Securities Beneficially Owned

1. Title of Security (Instr. 4)	2. Amount of Securities Beneficially Owned (Instr. 4)	3. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	4. Nature of Indirect Beneficial Ownership (Instr. 5)
Common Units	681	D	Â
Common Units	198 ⁽¹⁾	D	Â
Common Units	344 ⁽²⁾	D	Â

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly. SEC 1473 (7-02)

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

Table II - Derivative Securities Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 4)	2. Date Exercisable and Expiration Date (Month/Day/Year)	3. Title and Amount of Securities Underlying Derivative Security	4. Conversion or Exercise	5. Ownership Form of	6. Nature of Indirect Beneficial Ownership
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	Date Exercisable	Expiration Date	(Instr. 4) Title	Amount or Number of Shares	Price of Derivative Security	Derivative Security: Direct (D) or Indirect (I) (Instr. 5)	(Instr. 5)
Performance Units	01/26/2009	01/26/2009	Common Units	540	\$ <u>(5)</u>	D	Â
Employee Unit Options (right to buy)	Â <u>(3)</u>	10/29/2013	Common Units	1,280	\$ 45.35	D	Â
Employee Unit Options (right to buy)	Â <u>(4)</u>	10/28/2014	Common Units	1,975	\$ 56.51	D	Â

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
Barron Bradley C P.O. BOX 696000 SAN ANTONIO, TX 78269-6000	Â	Â	Â VP and General Counsel	Â

Signatures

Amy L. Perry, as Attorney-in-Fact for Bradley C. Barron
 Date: 06/20/2006

__Signature of Reporting Person

Date

Explanation of Responses:

- * If the form is filed by more than one reporting person, see Instruction 5(b)(v).
- ** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).
- (1) Restricted units remaining unvested from original grant of 330 restricted units in 2003. According to the terms of the award, the restricted units vest annually in equal increments beginning in October 2004.
- (2) Restricted units remaining unvested from original grant of 430 restricted units in 2004. According to the terms of the award, the restricted units vest annually in equal increments beginning in October 2005.
- (3) 1,600 unit options were originally granted in October 2003. According to the terms of the award, the unit options granted vest annually in equal increments over a five-year period beginning October 2004.
- (4) 1,975 unit options were originally granted in October 2004. According to the terms of the award, the units options granted vest annually in equal increments over a five-year period beginning October 2005.
- (5) The performance units (granted in January 2006) vest annually in one-third increments beginning on the first anniversary of the grant date and are payable in common units in amounts ranging from zero to 200 percent of the number of performance units granted.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, See Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.