



DIVISION OF  
CORPORATION FINANCE

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549-4628

November 2, 2010

Mr. William W. Davis  
Chief Financial Officer  
CROSSTEX ENERGY, INC.  
CROSSTEX ENEGRGY, L.P.  
2501 Cedar Springs  
Dallas, TX 75201

**Re: CROSSTEX ENERGY, INC. & CROSSTEX ENERGY, L.P.  
Form 10-K for the Fiscal Year Ended December 31, 2009  
Filed March 1, 2010  
Form 10-Q for the Fiscal Quarter Ended June 30, 2010  
Filed August 6, 2010  
Response Letters Dated September 7, 2010 & October 12, 2010  
File No. 0-50536 & 0-50067**

Dear Mr. Davis:

We have reviewed your filing and have the following comments. In some of our comments, we may ask you to provide us with information so we may better understand your disclosure.

Please respond to this letter within ten business days by amending your filing, by providing the requested information, or by advising us when you will provide the requested response. If you do not believe our comments apply to your facts and circumstances or do not believe an amendment is appropriate, please tell us why in your response.

After reviewing any amendment to your filing and the information you provide in response to these comments, we may have additional comments.

CROSSTEX ENERGY, L.P.

General

1. We remind you of prior comments 5, 6, and 7 from our letter to you dated August 23, 2010. Please provide the appropriate revisions in all future filings.

Management's Discussion and Analysis of Financial Condition and Results of Operations

Results of Operations

Year Ended December 31, 2009 Compared to Year Ended December 31, 2008

Gross Margin and Gas and NGL Marketing Activities, page 38

2. We note your response to our prior comment number three. Your response indicates that your measure of "Gross Margin" is a non-GAAP measure. As Gross Margin may be viewed as being synonymous with the GAAP measure "Gross Profit", please revise your description of the measure to avoid investor confusion. Please refer to Item 10(e)(1)(ii)(E) of Regulation S-K for guidance.

Closing Comments

We urge all persons who are responsible for the accuracy and adequacy of the disclosure in the filing to be certain that the filing includes the information the Securities Exchange Act of 1934 and all applicable Exchange Act rules require. Since the company and its management are in possession of all facts relating to a company's disclosure, they are responsible for the accuracy and adequacy of the disclosures they have made.

In responding to our comments, please provide a written statement from the company acknowledging that:

- the company is responsible for the adequacy and accuracy of the disclosure in the filing;
- staff comments or changes to disclosure in response to staff comments do not foreclose the Commission from taking any action with respect to the filing; and
- the company may not assert staff comments as a defense in any proceeding initiated by the Commission or any person under the federal securities laws of the United States.

You may contact Kevin Stertz at (202) 551-3723, or Mark Shannon, Branch Chief, at (202) 551-3299 if you have questions regarding comments on the financial statements and

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CROSSTEX ENERGY, INC. & CROSSTEX ENERGY, L.P.  
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related matters. Please contact Sirimal Mukerjee at (202) 551-3340, Tim Levenberg, Special Counsel at (202) 551-3707, or me at (202) 551-3740 with any other questions.

Sincerely,

H. Roger Schwall  
Assistant Director