## **RECEIVED**

**LETTER TARIFF NO. 32** 

By Railroad Commission of Texas at 10:48 am, Jun 11, 2020

Cancels Letter Tariff No. 31

## CITGO PRODUCTS PIPELINE COMPANY CASA PIPELINE SYSTEM

LOCAL PIPE LINE TARIFF

Applying On The Intrastate Transportation Of **PETROLEUM PRODUCTS** 

From Points in **TEXAS** 

To Points In **TEXAS** 

The rate named in this tariff is for the transportation and handling of Petroleum Products by pipeline, subject to the Rules and Regulations contained herein, supplements thereto and reissues thereof.

The provisions published herein will, if effective, not result in an effect on the quality of the human environment.

| FROM                                  | то  | RATE<br>IN CENTS PER U.S. Barrel OF<br>FORTY-TWO (42) U.S. GALLONS |
|---------------------------------------|---|--|
| VICTORIA, (VICTORIA COUNTY),<br>TEXAS | CITGO SAN ANTONIO TERMINAL<br>(BEXAR COUNTY), TEXAS   | [i] <u>124.28</u>  |
|                                       | CITGO VICTORIA TERMINAL   | III 07 42  |
| CORPUS CHRISTI                        | (VICTORIA COUNTY), TEXAS  | [I] <u>97.42</u>   |
| (NUECES COUNTY), TEXAS                | CITGO SAN ANTONIO TERMINAL  |  |
|                                       | (BEXAR COUNTY), TEXAS [ THROUGH VICTORIA, TEXAS TERMINAL USED AS TEMPORARY BREAKOUT TANKAGE ] | [I] <u>124.28</u>  |
|                                       |   |  |

[I] Increased Rate

ISSUED June 11, 2020 EFFECTIVE July 1, 2020

**ISSUED BY** 

Kresha Sivinski, General Manager Terminals & Pipelines CITGO PRODUCTS PIPELINE COMPANY
1293 ELDRIDGE PARKWAY
HOUSTON, TEXAS 77077

Operated by: CITGO Products Pipeline Company

Texas P-5 ID #154251 Texas T-4 Permit #04781 Compiled by
Scott Croston
Business Development Manager
(832) 486-4720
scrosto@citgo.com
(281) 684-9213 (Cell)

| ITEM NO. | SUBJECT                    | RULES AND REGULATIONS   |
|----------|----------------------------|---|
| 1        | Definitions                | "Petroleum Products" shall mean conventional regular unleaded gasoline (87 Octane), conventional premium unleaded gasoline (93 Octane), Ultra Low Sulfur Diesel Fuel as specified in Item No. 3 below and bio-diesel blended into Ultra Low Sulfur Diesel (B5).   |
| ,        | Deminions                  | "Barrel" means a volume of forty-two (42) United States gallons at sixty degrees (60°) Fahrenheit.  |
|          |                            | "Carrier" means and refers to CITGO Products Pipeline Company.  |
|          |                            | "Shipper" means the party who contracts with Carrier for transportation of Petroleum Products under the terms of this tariff.   |
|          |                            | "Consignee" means the party to whom a Shipper has ordered the delivery of Petroleum Products.   |
|          |                            | "Tender" refers to Petroleum Products offered by a Shipper for transportation from a specified origin to destinations listed in Carrier's tariffs in accordance with these rules and regulations.   |
| 2        | Commodity                  | The Carrier is engaged primarily in the transportation of Petroleum Products as defined herein by pipe line and will not accept any other commodity for transportation under this tariff.   |
|          |                            |   |
|          |                            | Bio-diesel Petroleum Product with specifications acceptable to Carrier for injection up to limit of 5.0 percent into diesel Petroleum Products will be accepted for movements from Victoria, Texas to San Antonio, Texas.   |
| 3        | Specifications<br>Required | Petroleum Products will be accepted for transportation only at such time as Petroleum Products of the same quality and general characteristics are being transported from origin point to destination point along Carrier's pipeline if they meet the following specifications:   |
|          |                            | a. The color shall not be darker than No. 3 National Petroleum Association specifications except on Petroleum Products artificially colored, which will be accepted for transportation regardless of color;   |
|          |                            | b. The vapor pressure shall not exceed the maximum permissible vapor pressure at the shipment's destination unless Shipper warrants that it is blend stock or that it is to be stored for use or sale during a season when limits are not in effect and, in all cases, vapor pressure shall not exceed fifteen (15) pounds Reid at one hundred degrees Fahrenheit (100°F);  |
|          |                            | c. The viscosity shall not exceed 4.3 centistokes at one hundred degrees Fahrenheit (100°F);  |
|          |                            | d. The Petroleum Products tendered by Shipper shall not contain any component or substance that will pose an unreasonable threat of damage or injury to Carrier's facilities, human beings or the environment.  |
|          |                            | Carrier may require Shipper to furnish a certificate by a licensed petroleum inspector showing the final tests of the Petroleum Products tendered for transportation. Carrier may require Shipper to furnish product transfer documents as required for compliance with United States Environmental Protection Agency regulation 40CFR Part 80. Petroleum Products tendered for transportation which differ in characteristics from those usually transported by Carrier will, at the option of Carrier, be transported under such terms as the Shipper and the Carrier may agree. Copies of specifications sheets will be provided to Shippers upon request. |

| ITEM NO. | SUBJECT  | RULES AND REGULATIONS   |
|----------|--|---|
| 4        | Minimum<br>Tender                                | Petroleum Products will be accepted for transportation only where there has been tendered by one Shipper a quantity of Petroleum Products of the same kind, quality, and characteristics of no less than ten thousand (10,000) Barrels.   |
| 5        | Tenders<br>for<br>Shipment                       | Any Shipper desiring to Tender Petroleum Products for transportation hereunder, shall on or before the tenth (10th) day of the month, place a notice of the quantity to be tendered during the following month with the Product Movements Department of Carrier. Unless such notification be made, Carrier shall be under no obligation to accept Petroleum Products for transportation. Tenders, when accepted will be entered by Carrier on its books as orders. Since Petroleum Products are pumped in certain sequence for efficient operation, Carrier reserves the right to specify the sequence of shipment of Petroleum Products. As an incident to the acceptance of any Tender, the Shipper shall furnish buffer material between batches if required, and the same tariff rate (as stated on the title page) for the transportation of Petroleum Products tendered by the Shipper shall apply to such buffer material. |
| 6        | Facilities<br>at<br>Origin<br>and<br>Destination | Carrier will provide such facilities at the points of origin or destination as it considers necessary for operation of the pipeline. Petroleum Products will be accepted for transportation only when Shipper has provided facilities, including storage, at point of origin and destination satisfactory to Carrier for receiving or delivering product at pressures and pumping rates required by the Carrier.  |
| 7        | Delivery<br>at<br>Destination                    | Upon arrival at destination the Petroleum Products will be delivered through metering facilities provided by the Carrier into receiving lines and storage facilities provided by the Shipper or a connecting carrier. It will be the Shipper's responsibility to arrange receiving facilities to meet Carrier's requirements.   |
| 8        | Measurement                                      | Petroleum Products tendered to and delivered by Carrier shall be measured through volumetric meters prior to or at the time of receipt or delivery. Shipper shall at all times have the privilege of being present or represented during such metering.   |
| 9        | Testing  | Carrier may require Shipper to furnish a certificate setting forth in detail specifications of each shipment of Petroleum Products offered for transportation hereunder, and Shipper shall be liable for any contamination or damage to other Petroleum Products in Carrier's pipeline or other facilities caused by failure of the Petroleum Products tendered to meet the specifications stated in Shipper's certificate; however, Carrier may, but shall not be required to, sample and/or test any shipment prior to acceptance or during receipt of shipment, and in the event of variance between the specifications contained in said certificate and the specifications indicated by Carrier's test, Carrier's test results shall prevail and be determinative as to whether the shipment meets Carrier's required specifications. Shipper may be required to pay for any testing required.                               |
| 10       | Loss<br>Adjustments                              | Pursuant to Item No. 15, Shippers' in-transit stocks of Petroleum Products may be adjusted to allow for inherent losses or gains, including but not limited to shrinkage, evaporation, measurements and other physical losses not due to negligence of the Carrier. These losses or gains will be allocated monthly among the Shippers in the proportion that the total number of Barrels received into the system for each Shipper bears to the total number of Barrels received into the system for all Shippers.   |
| 11       | Identity<br>of<br>Petroleum                      | Carrier will accept Petroleum Products for transportation on the condition that it will exercise due diligence in transporting Petroleum Products to destination with a minimum of contamination and to maintain the identity of each shipment. However, it being   |

| ITEM NO. | SUBJECT  | RULES AND REGULATIONS  |
|----------|--|--|
|          | Products   | impractical to maintain absolute identity of each shipment, reasonable substitutions of like commodity will be permitted. Carrier may inject corrosion inhibitor and/or drag reducing agents in the Petroleum Products to be transported and Shipper will accept delivery of shipments at destination containing portions of the corrosion inhibitors and/or drag reducing agents.   |
| 12       | Liens and<br>Unpaid Charges                                | Petroleum Products will be accepted for transportation only when free from all liens and unpaid charges.   |
| 13       | Payment<br>of<br>Transportation<br>and<br>Other<br>Charges | Shipper or Consignee shall pay the transportation and all other lawful charges accruing on Petroleum Products tendered for shipment, and, if required, shall pay the charges in advance of transportation or before delivery, or furnish guaranty of payment satisfactory to Carrier. Payment of such charges shall be made in accordance with invoice terms and these rules and regulations. The Carrier shall have a lien on all Petroleum Products in its possession belonging to the Shipper to secure payment of all unpaid charges due from such Shipper, and may withhold such Petroleum Products from delivery until all such unpaid charges shall have been paid. If said charges shall remain unpaid thirty (30) days after the date set for payment in Carrier's invoice to Shipper, or, in the absence of unpaid charges, when there shall be a failure to take the Petroleum Products at the destination point, the Carrier shall have the following options, in its sole discretion: |
|          |  | a. Carrier may store Shipper's Petroleum Products in its possession and charge Shipper the per diem storage rate for whatever storage it can secure until Shipper or Consignee pays all charges and/or takes delivery, whichever is applicable; or   |
|          |  | b. Carrier may sell Shipper's Petroleum Products in its possession for cash at public auction at its office in Tulsa, Oklahoma, after giving notice of the time and place of sale and the quantity of Petroleum Products to be sold. The Carrier may be a bidder and a purchaser at such sale. From the sale proceeds, the Carrier may pay itself all charges, expense of notice and sale, and storage and maintenance costs, and the balance shall be held for whomsoever may be entitled thereto; or   |
|          |  | c. In circumstances in which Carrier can secure no storage facilities or other means of holding and maintaining Shipper's Petroleum Products, and inability to deliver the Petroleum Products will cause shutdown of a line segment of the Carrier's pipeline, Carrier may, without notice but in the most commercially reasonable manner as is possible under the circumstances, dispose of Shipper's Petroleum Products. If such disposal shall result in proceeds after payment of Carrier's charges and expenses, proceeds shall be held for whomsoever may be entitled thereto. If such disposal does not result in proceeds, Shipper and Consignee shall remain liable for all charges due to Carrier and expenses incurred by Carrier.  |
| 14       | Liability<br>of<br>Carrier                                 | Carrier shall not be liable for any loss of Petroleum Products as described herein, or damage thereto, or delay caused by an act of God, storms, floods, hurricanes, earthquakes, lightning, extreme heat or cold, power shortages, sabotage, accident or breakage of machinery and equipment, shortage of tendered Petroleum Products, the public enemy, civil disorder, quarantine, the authority of law, strikes, riots, or the act of default of the Shipper or Consignee, or from any other cause not due to the negligence of Carrier. In case of losses from causes other than negligence of the Carrier, losses shall be charged proportionately to each Shipper in the ratio that such shipment, or portion thereof, received and undelivered at the time of the loss or damage occurs, bears to the total of all shipments, or portions thereof, then in the custody of the Carrier for shipment via   |

| ITEM NO. | SUBJECT   | RULES AND REGULATIONS  |
|----------|---|--|
|          |   | the lines or other facilities in which the loss or damage occurs; the Shipper or Consignee shall be entitled to receive only that portion of his shipment remaining after deducting his proportion of such loss or damage, determined as aforesaid and shall be required to pay transportation charges only on the quantity delivered. Carrier will not be liable for discoloration, contamination or deterioration of Petroleum Products transported hereunder unless resulting from negligence of Carrier. Further, Carrier's liability to Shipper for contaminated or lost Petroleum Products at Carrier's sole option shall be limited to the replacement of the Petroleum Products, the blending of the Petroleum Products to specifications, or the payment of the fair market value of the Petroleum Products in Houston, Texas, and Carrier shall not be liable for business interruption or lost profits. |
| 15       | Claims,<br>Suits,<br>and<br>Time<br>for<br>Filing   | Notice of claim for loss, damage, and delays in connection with the shipment of Petroleum Products must be filed in writing with Carrier within nine (9) months after the delivery of the Petroleum Products, or in case of failure to make delivery within nine (9) months, after a reasonable time for delivery has elapsed; and a lawsuit shall be instigated against Carrier within two (2) years and one (1) day from the date when the notice in writing is given by the Carrier to the claimant that Carrier has disallowed the claim or any part or parts thereof as specified in the notice. When claims are not filed and lawsuits not instigated thereof in accordance with the foregoing provisions, such claims will not be paid and Carrier will not be liable.  |
| 16       | Proration<br>of<br>Pipeline<br>Capacity             | In accordance with the Carrier's written proration policy, when the total volume nominated for shipment by all Shippers is greater than can be transported within the period and between the locations specified by such nominations, Petroleum Products nominated by each Shipper for transportation will be transported between such locations in such quantities, at such times and to the limit of Carrier's operating capacity so as to avoid discrimination (unreasonable preference or prejudice) among Shippers and so as not to adversely affect the reasonable operation of Carrier's facilities. The details of Carrier's method of proration are contained in a document entitled CITGO Products Pipeline Proration Policy, a copy of which will be made available, upon request, to any Shipper or prospective Shipper.   |
| 17       | Use<br>of<br>Communication<br>Facilities            | When Carrier maintains a private or leased communication system, Shipper may use them without extra charge for messages incident to shipment. However, Carrier shall not be held liable for delivery of messages away from its office, for delay in transmission, or for interruption of service.  |
| 18       | Pipeage<br>Contracts<br>Required                    | Separate pipeage contracts, in accordance with this tariff and these rules and regulations, covering further details may be required of the proposed Shipper before any duty of transportation shall arise.  |
| 19       | Application of Rates from or to Intermediate Points | For Petroleum Products accepted for transportation from any point on Carrier's lines not named in a particular tariff which is intermediate to a point from which rates are published therein, through such unnamed point, Carrier will apply the rate published therein from the next more distant point specified in such tariff. For Petroleum Products accepted for transportation to any point on Carrier's pipelines not named in a particular tariff which is intermediate to a point to which rates are published therein, through such unnamed point, Carrier will apply the rate published therein to the next more distant point specified in such tariff pending establishment of new rates.   |

| ITEM NO. | SUBJECT  | RULES AND REGULATIONS  |
|----------|--|--|
| 20       | Charges for Spill<br>Compensation<br>Acts and<br>Regulations | In addition to the transportation charges and all other charges accruing on petroleum Products accepted for transportation, a per Barrel charge will be assessed and collected in the amount of any tax, fee, or other charge levied against the Carrier in connection with such petroleum Products by any federal, state, or local government or agency which levies a tax, fee, or other charge on the receipt, delivery, transfer, or transportation of such petroleum Products within such government's jurisdiction for the purpose of creating a fund for the prevention, containment, and/or removal of spills and/or reimbursement of persons sustaining loss or damage therefor, and/or preparation for response to spills. |