

ARROWHEAD GULF COAST PIPELINE, LLC

PROPORTIONAL TARIFF

CONTAINING RATES
APPLYING ON THE TRANSPORTATION OF

CRUDE PETROLEUM

EUGENE ISLAND FLOWLINE SYSTEM

Filed under the authority of 18 C.F.R. § [W] 342.2 (Establishing Initial Rates) 342.3 (Indexing).

[N] SPECIAL PERMISSION REQUESTED

Issued on three days' notice under authority of 18 C.F.R. § 341.14. This tariff publication is conditionally accepted subject to refund pending a thirty (30) day review period.

Governed, except as otherwise provided, by the Rules and Regulations published in Arrowhead Gulf Coast Pipeline, LLC's F.E.R.C. No. 1.0.0, or reissues thereof.

APPLICATION OF RATE

Rates named in this tariff are applicable only on Crude Petroleum delivered to Carrier at points of origin, for subsequent transportation beyond destination.

ISSUED: December 28, 2017

EFFECTIVE: January 1, 2018

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

ISSUED BY: Sean Kolassa
President
Arrowhead Gulf Coast Pipeline, LLC
1111 Travis
Houston, TX 77002

COMPILED BY: **[C]** ~~Fred Muck~~ **[N]** Andrew Limmer
Arrowhead Gulf Coast Pipeline, LLC
1111 Travis
Houston, TX 77002
713-209-2400
[C] ~~fmuck@hilcorp.com~~
[N] alimmer@hilcorp.com

LIST OF POINTS FROM AND TO WHICH RATES APPLY AND RATES
 (Rates in cents per barrel of 42 United States Gallons each)

FROM	TO	Rate in Cents Per Barrel of 42 U.S. Gallons
<u>[N] Eugene Island Block 30 Subsea Tie-in</u>	<u>[N] Intercoastal Canal Dock Associated with Burns Terminal (St. Mary Parish)</u>	<u>[N] 200.00 (Rate includes barge loading services)</u>
Eugene Island Area	Intercoastal Canal Dock Associated with Burns Terminal (St. Mary Parish)	[U] 270.20 (Rate includes barge loading services)
	Plains Marketing's Garden City Terminal at Burns Dock (St. Mary Parish)	[U] 264.75

Shippers shall furnish or arrange with platform owner to furnish equipment and facilities deemed necessary and approved by Operator for the measurement, sampling, testing, pumping at rates and pressures specified by Operator, BS&W control, treatment or removal of hydrogen sulfide and other impurities from injection stream, safety controls, and adequate communications between Shipper and Operator.

Excess Water, Sediment and Other Impurities: If during any monthly accounting period, one or more individual meter tickets covering Crude Petroleum delivered to Carrier by Shippers reflects water, sediment and other impurities content which exceeds 1%, Shipper shall reimburse Carrier for all direct and indirect costs, including benefits and payroll burden, overhead, handling and processing, and management compensation, associated with separation, disposal of, and other aspects of handling such excess water, sediment and other impurities delivered to Carrier. Where no meter tickets are available or meter tickets are in Carrier's opinion unreliable, water, sediment and other impurities in the system in excess of that reported on acceptable meter tickets will be allocated in a fair and equitable manner by Carrier. Notwithstanding the fact that Carrier is reimbursed for handling excess water, sediment and other impurities content in a Crude Petroleum stream, Carrier reserves the right to reject products other than Crude Petroleum which satisfies all quality standards, requirements and conditions set forth herein.

EXCEPTION TO ARROWHEAD GULF COAST PIPELINE, LLC'S F.E.R.C. NO. 1.0.0:

In lieu of the 0.2% loss allowance deduction stated in Item No. 80 (d) of Arrowhead Gulf Coast Pipeline, LLC's F.E.R.C. No. 1.0.0 or reissues thereof, the following loss allowance deduction will apply to the movements listed herein: Carrier shall account to each shipper for all Crude Petroleum received. Any overage or shortage not due to the negligence of Carrier, including losses or gains resulting from shrinkage, evaporation, expansion or other Crude Petroleum losses or gains inherent in the operation of a pipeline system, will be allocated on a monthly accrual basis among the shippers in proportion that the total number of barrels delivered from the pipeline system for all shippers.

EXPLANATION OF REFERENCE MARKS:

- [C] Cancel
- [N] New
- [U] Unchanged rate
- [W] Change in wording only