

# INLAND PRODUCTS PIPELINE

## LOCAL AND PROPORTIONAL TARIFF

Applying on

### PETROLEUM PRODUCTS

As defined herein

---

#### **[N] ITEM 80 - DIESEL HANDLING CHARGE**

Pursuant to the Environmental Protection Agency's (EPA's) regulation of Title 40 CFR Part 80, Subpart I, Carrier has modified its operations in order to meet the more stringent standards for sulfur content of the diesel products transported on Carrier's system. Carrier is establishing a Diesel Handling Charge to recover prudently incurred costs necessary for Carrier to facilitate the handling of both high and low sulfur diesel products.

The Diesel Handling Charge of eighty-five hundredths of a cent per barrel (0.85 cpb) will apply only to the shipments of diesel products. The Diesel Handling Charge will be effective during the term period of October 1, 2006 through and including September 30, 2011. Carrier will perform an annual review of the costs recovered and if all capital related costs are recovered before the ending date of the term period, Carrier will adjust the surcharge at that time to avoid an over-recovery of Carrier's capital investment. At the end of the term period, September 30, 2011, a true-up of all actual costs recovered will be made. If the true-up amount is within 1% of all costs incurred, no additional collection or refund of the amount will be made.

---

[N]      New

---

ISSUED AUGUST 31, 2006

EFFECTIVE OCTOBER 1, 2006

---

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

Issued by:  
Donald Kienstra  
President - Inland Pipeline Company  
28100 Torch Parkway, MC 6S  
Warrenville, IL 60555

Compiled by:  
Mitchell D. Jones  
Director - Pipeline Tariff & Regulatory Affairs  
BP Pipelines (North America) Inc.  
28100 Torch Parkway, MC 6N  
Warrenville, IL 60555  
(630) 836-3446  
Fax(630) 836-3580