

# ONEOK North System, L.L.C.

## Local Pipe Line Tariff

CONTAINING

## RATES, RULES AND REGULATIONS

Governing the Interstate Transportation and Handling  
(Including Terminalling)

OF

## PROPANE

Transported by Pipeline

**FROM ORIGINS IN  
KANSAS**

**TO DESTINATIONS IN  
IOWA, ILLINOIS AND NEBRASKA**

Rates are filed in compliance with § 342.3 Indexing

---

The rates named in this tariff are expressed in cents per barrel of forty-two (42) United States gallons and are subject to change as provided by law and also to the Rules and Regulations published herein, supplements hereto and reissues hereof.

Note: For volume incentive rates on certain of the movements listed herein, see ONEOK North System, L.L.C. F.E.R.C. 41.13.0, supplements thereto and reissues thereof.

---

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

---

**ISSUED: May 31, 2019**

**EFFECTIVE: July 1, 2019**

---

Issued and Compiled by:

[W] Katherine O'Connor Barrett ~~Sherlyn Johnson-Schumack~~, Regulatory Analyst-II

[C] ONEOK Partners

100 West Fifth Street

Tulsa, Oklahoma 74103

[W] (918) 588-7203 28

[W] [katherine.oconnor@oneok.com](mailto:katherine.oconnor@oneok.com) [sherlyn.schumack@ONEOK.com](mailto:sherlyn.schumack@ONEOK.com)

## Table of Contents

Subject	Item	Page
Allocation of Carrier's Pipeline Facilities	65	8
Application of Rates to Intermediate Points	92	9
Claims, Time for Filing	80	8
Definitions	1	4
Explanation of Reference Marks	--	9
Facilities at Origin and Destination	15	4
Failure to Take Delivery at Destination	61	7
General Application of Tariff	--	4
General Rules and Regulations	--	4
Identity of Shipments	45	6
Indemnification	36	5
Index of Origins and Destinations	--	3
Instantaneous Billing (PETROEX)	56	7
Liability of Carrier	75	8
Local Rates – Propane	95	9
Measurement	40	6
Minimum Deliveries from Carrier's Terminals	25	5
Minimum Shipment	20	4
Notice of Tenders	46	6
Odorization	30	5
Payment of Carrier Charges and Carrier's Lien	55	6
Pipeage Contracts	85	9
Propane Subject to Liens or Involved in Litigation	50	6
Reconsignment	62	8
Scheduling of Delivery	70	8
Scheduling Shipments	10	4
Shipment Acceptability	5	4
Storage in Carrier's Facilities	57	7
Testing	35	5

## **INDEX OF ORIGIN**

### **Origin**

Bushton, Kansas  
Hutchinson, Kansas  
Wichita, Kansas  
Conway, Kansas

## **INDEX OF DESTINATIONS**

### **Destination**

Plattsmouth, Nebraska  
Des Moines, Iowa  
Iowa City (Coralville), Iowa  
Clear Lake, Iowa  
Clinton, Iowa  
Rockford, Illinois  
Tampico, Illinois  
Morris, Illinois  
Lemont, Illinois

## **GENERAL APPLICATION OF TARIFF**

The services covered by this tariff, that is, the transportation and handling of Propane between the origin stations and destination delivery points named herein shall be provided only in accordance with the General Rules and Regulations published herein.

## **GENERAL RULES AND REGULATIONS**

### **ITEM 1 – DEFINITIONS**

**BARREL** –The volume of Propane contained in a barrel as used herein shall consist of forty-two (42) United States gallons at sixty degrees (60°) Fahrenheit and equilibrium vapor pressure.

**CARRIER** – ONEOK North System, L.L.C. (ONEOK)

**SHIPPER** – The party or parties who contract with Carrier for the transportation of a shipment of Product under the terms of this tariff

### **ITEM 5 – SHIPMENT ACCEPTABILITY**

Carrier is engaged in the transportation of Product as herein defined and will not accept any other commodity for transportation under this tariff. Product will be accepted for transportation only at such time Carrier is engaged in the transportation of Product as herein defined and will not accept any other commodity for transportation under this tariff. Product will be accepted for transportation only at such time as Product of the same quality and specifications are currently being transported or scheduled to be transported from receiving point to terminal point. Carrier will transport Product as defined herein with reasonable diligence, considering the quality of such Product, the distance of transportation and other material elements.

### **ITEM 10 – SCHEDULING SHIPMENTS**

Carrier will transport and deliver Products with reasonable diligence and dispatch considering the quantity and quality of the Products, the distance of transportation, safety of operations, and other material factors, but will accept no Product to be transported in time for any particular market.

### **ITEM 15 – FACILITIES AT ORIGIN AND DESTINATION**

**SECTION A** – Carrier will provide such facilities at the origin station as it deems necessary for the operation of the pipeline. Shipments will be accepted for transportation only when Shipper has provided facilities satisfactory to Carrier capable of delivering Propane into such origin station at pressures and at pumping rates required by Carrier.

**SECTION B** – Carrier will provide at its terminals reasonable facilities for receiving, odorizing and loading Propane.

### **ITEM 20 – MINIMUM SHIPMENT**

**SECTION A** – A shipment of ten thousand (10,000) barrels or more of the same quality and specifications of Propane shall be accepted for transportation at one point of origin from one Shipper.

**SECTION B** – Carrier may elect to accept a shipment of less than ten thousand (10,000) barrels of the same quality and specifications of Propane for transportation at one point of origin from one Shipper, but, if Carrier makes such election, such shipment may be received subject to delay, at Carrier's discretion, until Carrier

has accumulated at the same point of origin ten thousand (10,000) barrels of Propane of the same specifications from the same or other shippers.

#### **ITEM 25 – MINIMUM DELIVERIES FROM CARRIER’S TERMINALS**

At destinations where Carrier has tank truck loading facilities, Carrier will furnish facilities to load Propane into tank trucks of five thousand (5,000) gallons or greater water capacity.

#### **ITEM 30 – ODORIZATION**

SECTION A – At locations where loading of tank trucks is performed by transport driver, Carrier will provide facilities to inject odorant. All Propane loaded into tank trucks at Carrier’s Propane terminals will be odorized with ethyl mercaptan at a rate of not less than 1.0 pound per 10,000 gallons of Propane, unless, prior to loading, Carrier is instructed in writing by Shipper to omit the odorization of specified quantities of Propane being delivered from Carrier’s terminals, or unless Shipper makes arrangements satisfactory to Carrier for the use of another odorant. Shipper agrees to indemnify, hold harmless and defend Carrier from and against any and all claims and liabilities on and/or arising out of the selection and/or effectiveness of ethyl mercaptan or any other odorant designated by Shipper as a warning agent, except those claims for loss of or damage to Propane transported or handled under this tariff.

SECTION B – Carrier will invoice, and Shipper will pay, a charge of **[U]** eight cents (8¢) per barrel of Propane loaded to compensate Carrier for costs associated with odorant and injection facilities, which are provided by Carrier as agent for Shipper.

#### **ITEM 35 – TESTING**

Carrier may require Shipper to furnish a certificate setting forth in detail the specifications of each shipment of Propane offered for transportation hereunder, and Shipper shall be liable for any contamination or damage to other Product in Carrier’s custody or to Carrier’s pipeline or other facilities caused by failure of the Propane 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.

#### **ITEM 36 – INDEMNIFICATION**

Shipper acknowledges and represents that it is knowledgeable in the chemical and physical properties of Propane or unodorized Propane and the limitations, delivery, storage, use, transportation, handling, and sale of Propane, whether odorized or unodorized, and covenants to that it will provide to its consignees such information and warnings it believes necessary and appropriate for the proper delivery, storage, use, transportation, handling, and sale of such Propane. Carrier agrees to provide Shipper with as many of its warning brochures as Shipper may request during the term of this tariff. Shipper agrees to defend, indemnify and hold harmless Carrier, its affiliates and subsidiaries, and its and their respective directors, officers, agents, and employees (collectively, “Carrier Indemnities”) from and against any and all liabilities or claims, injuries or illnesses (including death resulting there from), or property damage, or fines, penalties or assessments by any governmental authority (insofar as not prohibited by law), or losses, costs or expenses (including costs of defense, settlement and reasonable attorneys’ fees), which are directly or indirectly caused by Shipper’s failure to provide to its employees, agents, invitees, contractors, subcontractors, licenses, consignees, and shippers adequate warnings concerning Propane and odorant. The Carrier Indemnities shall have a right to notice any settlement, and Shipper shall not execute or otherwise agree to any settlement or consent decree which requires the payment of money or imposes any obligations or restrictions on the Carrier’s operations without the Carrier Indemnities’ prior written consent.

The provisions of this Item 36 shall survive the termination of this tariff.

#### **ITEM 40 – MEASUREMENT**

All Products will be measured at the time of receipt and delivery by Carrier in accordance with applicable Carrier and industry accepted practices and procedures. All measurements and tests shall be performed by the Carrier, but Shipper or its representative may be present to witness such measurements and tests. All measurements and tests performed by Carrier shall be determinative unless they are contested within 90 days of receipt of appropriate documentation by Shipper.

#### **ITEM 45 – IDENTITY OF SHIPMENTS**

Carrier will not maintain identity of Propane shipments but will deliver from its common stream. Carrier shall have the right to treat all Product as fungible, without limitation, and shall have the right to blend one Product with a different Product as long as the Product delivered to Shipper at the destination point meets the requirements of Item 5.

#### **ITEM 46 – NOTICE OF TENDERS**

Products for shipment through the line of Carrier will be received only on properly executed tenders from the Shipper showing the point at which the Products are to be received, point of delivery, Consignee and amount of Products to be transported.

Any Shipper desiring to tender Product for transportation shall make such tender to Carrier in writing on or before the tenth (10<sup>th</sup>) day of the month preceding the month during which the transportation under the tender is to begin, on forms which will be supplied by the Carrier upon request; except that, if space is available for current movement, a Shipper may tender Product for transportation after the tenth (10<sup>th</sup>) day of the month preceding the month during which the transportation under the tender is to begin.

#### **ITEM 50 – PROPANE SUBJECT TO LIENS OR INVOLVED IN LITIGATION**

Carrier shall have the right to reject any Propane offered for transportation which may be involved in litigation, or the title of which may be in dispute, or which may be encumbered by a lien or charge of any kind, and Carrier may require of the Shipper satisfactory evidence of Shipper's perfect and unencumbered title and/or satisfactory bond indemnifying Carrier against any and all loss.

#### **ITEM 55 – PAYMENT OF CARRIER CHARGES AND CARRIER'S LIEN**

Transportation and all other lawful charges accruing on Product accepted for transportation shall be assessed by Carrier at the rates specified herein on the basis of quantities of Product delivered at the destination. Payment for all applicable charges shall be considered due upon presentation of statement of charges from Carrier. Carrier may require full or partial prepayment of transportation charges, letter of credit, or require any other method of insuring payment deemed appropriate by Carrier at the time of Carrier's acceptance for transportation, or before release of Product from the custody of Carrier.

Carrier shall have a lien on all Products in its custody belonging to Shipper to secure payment of all unpaid transportation charges and any other lawful charges due from Shipper to Carrier; and Carrier may withhold all or a portion of said Product from delivery until all charges have been paid.

If such charges remain unpaid, Carrier, or Carrier's agent, shall have the right to sell such Product at public or private sale, on any day not a legal holiday and upon not less than seventy-two (72) hours notice to Shipper. Said notice to Shipper shall include the time and place of the sale and the quantity and location of the Products to be sold. From the proceeds of the sale, the transportation and all other lawful charges due from Shipper to Carrier, including the expenses incidental to the sale, shall be paid, and the balance, if any, shall be remitted to the Shipper. Should the proceeds of such sale be insufficient to pay the transportation and other lawful charges, including expenses of sale, due from Shipper to Carrier, the Shipper shall remain liable to Carrier for the unpaid balance.

In addition to the other remedies available to Carrier in this Item 55, Carrier shall also have the right to assess finance charges on the entire past due balance (including principal and accumulated but unpaid finance charges) until paid in full at the rate equal to one hundred twenty-five percent (125%) of the prime rate of interest charged by Citibank N.A., New York, New York, as of the due date or the maximum finance charge rate allowed by law, whichever is less. Carrier reserves the right to set-off any charges due Carrier by Shipper against any monies owed to Shipper by Carrier or any Products of Shipper in Carrier's custody.

For the purposes of this Item 55, Products shall mean all of Shipper's liquefied petroleum Products in Carrier's custody.

All notices required under this Item 55 shall become effective at time and date when Carrier delivers notice to Shipper.

#### **ITEM 56 – INSTANTANEOUS BILLING (PETROEX)**

When requested by the Shipper, Carrier shall accumulate in the appropriate program format, Shipper information and will transmit same on a daily basis, Monday through Friday, excluding holidays, on a best efforts basis, to the General Electric Company Petroex System. The Carrier's charge, including the charge the Carrier incurs from General Electric for the transmitting of this information into its computer, is **[U]** Thirty-Five Cents (35¢) per bill-of-lading. Shippers subscribing for this service will incur an additional charge directly from General Electric for obtaining this information from the General Electric Petroex System.

#### **ITEM 57 – STORAGE IN CARRIER'S FACILITIES**

Carrier will provide storage for Shipper's Product in Carrier's custody based on a ratio using the average daily deliveries to the Shipper from the destinations named herein for the most recent twelve (12) months.

If, on a daily basis, Shipper's inventory exceeds the allotted storage volume provided by Carrier, Shipper will pay Carrier a charge of **[U]** seven and one-half cents (\$0.075) per barrel per day for such excess volumes stored.

Carrier reserves the sole right to limit the excess volume stored.

#### **ITEM 61 – FAILURE TO TAKE DELIVERY AT DESTINATION**

Shipper shall remove Product, or cause Product to be removed, from Carrier's facilities following transportation to a nominated destination. In the event failure to remove Product threatens or prevents delivery of succeeding shipments into or out of Carrier's facilities, and/or threatens or causes congestion at Carrier's terminals, Carrier shall have the right, after using reasonable efforts to notify Shipper, without liability to Shipper, to make such sale or disposition of unremoved Product as is necessary for the efficient operation of the pipeline, and Shipper shall pay Carrier all charges associated with such sale or disposition the same as if Shipper had authorized such, together with any associated additional costs and damages borne or incurred by Carrier. If Carrier sells such Product, Carrier will remit the proceeds therefrom, less its cost of selling the Product and all other associated costs and damages borne or incurred by Carrier, to Shipper.

Following the notice as described above in Item No. 61, in addition to any remedy available to Carrier, Shipper will pay a penalty charge in the event Shipper fails to remove Product from Carrier's pipeline and that failure prevents the movement of succeeding shipments. The penalty charge will be **[U]** \$12,500 per hour for each hour that Shipper's failure to remove product prevents the movement of succeeding shipments.

## **ITEM 62 – RECONSIGNMENT**

If no backhaul movement is required, and if current operating conditions permit, Propane in the custody of Carrier may be reconsigned to destinations named in tariffs making reference hereto, or to other destinations on other pipelines named in lawful tariffs concurred in by Carrier. No additional charge will be made for any such reconsignment; however, the Propane so reconsigned shall be subject to the rates, rules and regulations applicable from point of initial origin to point of final destination in effect on the date of the origin of the shipment.

## **ITEM 65 – ALLOCATION OF CARRIER'S PIPELINE FACILITIES**

When all products offered to Carrier for transportation are in quantities greater than can be transported or otherwise handled, Carrier shall undertake the allocation of its available facilities on an equitable basis and shall restrict or suspend receipts to the extent necessary to effect such allocation. When withdrawals of products requested at a destination exceeds Carrier's delivery capabilities at such destination, Carrier shall allocate withdrawals among all Shippers on an equitable basis and shall restrict or suspend withdrawals to the extent necessary to effect such allocation. Allocation of pipeline receipts and withdrawals will be performed pursuant to Carrier's allocation policy dated October 1, 2014 (available on Carrier's company website).

## **ITEM 70 – SCHEDULING OF DELIVERY**

Subject to the provisions of Items 10 and 65, tank trucks shall be loaded in the order in which they arrive at a terminal. Carrier shall not be liable for any delays in loading.

## **ITEM 75 – LIABILITY OF CARRIER**

Carrier shall not be liable for any delay in delivery, damage to or loss of Propane caused by an Act of God, public enemy, quarantine, authority of law, riot, strike, picketing or other labor stoppage, whether of Carrier's employees or otherwise, fire, flood, or the act of default of any Shipper or any third parties, or resulting from any other cause or circumstance not directly due to the sole negligence of Carrier, whether similar or dissimilar to the causes herein enumerated. In the event of damage to or loss of Propane for which Carrier is not liable, such loss or the effect of such damage may be apportioned by Carrier to each shipment or portion thereof involved in the incident or loss or damage in the proportion that such shipment or portion thereof bears to the total of all Propane involved in the incident, and the amount of Propane ultimately delivered to each Shipper involved shall be determined in accordance with the foregoing. If apportionment is made by Carrier, Carrier shall compute the quantity of damaged or lost Propane and submit a statement to the Shippers involved showing the apportionment of the quantities of Propane damaged or lost among Shippers involved. Carrier reserves the right, at its sole and complete discretion, to institute legal or other proceedings to recover Propane in kind and/or monetary damages for Propane lost or damaged under this item. Upon recovery of Propane in kind and/or monetary damages, Carrier shall deduct the cost of recovery, including a reasonable attorney's fee, and shall then apportion the remaining Propane in kind and/or monetary damages recovered among the affected Shippers in the same proportion as the allocated losses or damages.

## **ITEM 80 – CLAIMS, TIME FOR FILING**

Claim for any delay, damage to or loss of Propane must be made in writing to Carrier within nine (9) months after Carrier's delivery at the destination point of the shipment involved, or, in case of failure by Carrier to deliver, then within nine (9) months after the date upon which delivery would have reasonably been completed by Carrier. Such written claim, made as aforesaid, shall be a condition precedent to any suit on the subject matter of such claim.

Suit for any delay, damage to, or loss of Propane shall be instituted within two (2) years and one (1) day after notice in writing is given by Carrier to Claimant that Carrier has disallowed the claim or any part or parts thereof specified in the notice.



Claims or suits for delay, damage to, or loss of Propane not filed or instituted in accordance with the foregoing provisions will not be paid and Carrier will not be liable with regard thereto.

**ITEM 85 – PIPEAGE CONTRACTS**

Separate pipeage contracts, in accord with these Rules and Regulations, covering further details, may be required by Carrier before any duty of transportation shall arise.

**ITEM 92 – APPLICATION OF RATES TO INTERMEDIATE POINTS**

Propane accepted for transportation to any point on Carrier’s pipeline not named in this tariff, but which is intermediate to a point to which rates are published, will be assessed the rate in effect to the next more distant point published in the tariff.

**ITEM 95 – LOCAL RATES – PROPANE**

**For the Transportation and Handling (including Terminalling) of Propane by Pipeline**

(Rates in Cents per Barrel)

**[I] Increase. All rates in the chart below are increased.**

<b>FROM:</b>	Bushton, Kansas	Conway, Kansas	Hutchinson, Kansas	Wichita, Kansas
<b>TO:</b>				
Clear Lake, Iowa	417.04	417.04	417.04	417.04
Des Moines, Iowa	380.34	380.34	380.34	380.34
Iowa City (Coralville), Iowa	408.37	408.37	408.37	408.37
Clinton, Iowa	474.52*	-----	-----	-----
Lemont, Illinois	530.02	530.02	530.02	530.02
Morris, Illinois	446.70	446.70	446.70	446.70
Plattsmouth, Nebraska	272.24	272.24	272.24	272.24
Rockford, Illinois	474.52	474.52	474.52	474.52
Tampico, Illinois	422.10	422.10	422.10	422.10

\* Transportation charge only as there is no terminalling at Clinton, Iowa.

<b>EXPLANATION OF REFERENCE MARKS</b>	
[C]	Cancel
[I]	Increase
[U]	Unchanged
[W]	Change in wording only