

March 30, 2018

Transmittal Letter No. 35

Kim Christiansen, Executive Director Kansas Corporation Commission 1500 S.W. Arrowhead Road Topeka, KS 66604-4027

Dear Ms. Christiansen,

Magellan Pipeline Company, L.P. ("MPL") is filing with the Kansas Corporation Commission, the tariff K.C.C. No. 38 issued March 30, 2018 with a requested effective date of May 1, 2018. Below is a summary of all proposed changes pursuant to filing requirements in K.A.R. 80-10-2.

K.C.C. No. 38 includes a new Two-Year Volume Incentive Program and rates in Item Nos. 250-251 from the Kansas Origin Group (Coffeyville and El Dorado) and McPherson origins to Kansas City (Argentine), KS. This filing is being made to coincide with Magellan's filing of F.E.R.C. No. 170.23.0 tariff wherein a corresponding Volume Incentive Program was filed in Items 250-251. All volume incentive rates are below the corresponding base rates found in this tariff in Item 200 and F.E.R.C. No. 160.26.0. All base rates remain unchanged.

The Table of Contents includes the new Incentive Program, Item No. and Page No. and, also has wording changes to reflect the current page numbers for all items.

Volume Incentive program, Item No. 265 contains wording changes to reflect the current associated F.E.R.C. and O.C.C. tariff numbers. All Incentive Rates in Items 266 are unchanged.

Volume Incentive program, Item No. 290 contains wording changes to reflect the current associated F.E.R.C. tariff numbers. All Incentive Rates in Items 291 and 292 are unchanged.

The estimated annual Kansas incremental revenue from the incentive program in this filing is marginal as this program offers discounted rates in return for committed volumes. The benefit to MPL is that the proposed new program will provide guaranteed committed volumes of 4.5 million barrels annually for two years.

Attached is a copy of MPL's system diagram map per K.A.R. 82-10-2 (E).

The Magellan Pipeline Company, L.P. FERC Form 6 Annual Report for 2016 is on file with the commission. The 2017 report has not yet been filed.

MPL hereby respectfully requests that any protests, complaints, suspensions, motions, or orders which in any way affect this publication, be transmitted via facsimile concurrent with their filing/issuance to Tina R. Granger at (918) 574-7495, confirmed at the telephone number shown below.

MPL has served notification of the tariff issuance on or before the issuance date to all shippers that MPL serves in Kansas who have asked to be on the tariff subscription list. Additionally, MPL will make all tariff

documents available on our web site at: <u>http://www.magellanlp.com/WhatWeDo/LiquidPipelineTariffs.aspx</u>.

This filing has been submitted electronically. If you need any additional information, or if we can be of any further assistance, please call me at (918) 574-7415.

Respectfully,

Tie R Hanger

Tina R. Granger Manager, Pipeline Tariffs Magellan Pipeline Company, L.P. One Williams Center Tulsa, OK 74172 (918) 574-7415 Enclosures

Magellan Pipeline Company, L.P. Customer Notice of Tariff Change

To: All intrastate Shippers on Magellan Pipeline Company, L.P. in the State of Kansas

Re: K.C.C. No. 38

On March 30, 2018, Magellan Pipeline Company, L.P. ("MPL") filed an application with the Kansas Corporation Commission requesting authorization for a tariff revision including the following changes:

K.C.C. No. 38 includes a new Two-Year Volume Incentive Program and rates in Item Nos. 250-251 from the Kansas Origin Group (Coffeyville and El Dorado) and McPherson, KS origin to Kansas City (Argentine), KS. This filing is being made to coincide with Magellan's filing of F.E.R.C. No. 170.23.0 tariff (docket IS18-XXX-000) wherein a corresponding Volume Incentive Program was filed in Items 250-251. All volume incentive rates are below the corresponding base rates found in this tariff in Item 200 and F.E.R.C. No. 160.26.0. All base rates remain unchanged.

Other changes to this tariff include wording changes in the Table of Contents to add the new program, and revise page numbers where applicable, and wording changes for the volume incentive programs in Items 265 and 290 to reflect current associated F.E.R.C. and O.C.C. tariff numbers.

The application may be acted upon within thirty days of the filing. If you would like to protest this filing, you should do so within the thirty-day period. You may file a protest in one of three manners:

- You may intervene in the docket by having an attorney submit a petition for intervention in accordance with K.A.R. 82-1-225 and filing a written protest; or
- You may send an informal protest to the Commission without intervention by mailing it to the attention of Leo Haynes, Chief of Pipeline Safety, Kansas Corporation Commission, 1500 SW Arrowhead Dr. Topeka, KS 66604; or
- You may telephone Leo Haynos, Chief of Pipeline Safety at 785-271-3278.

If you have any question about this tariff filing, you may contact Tina Granger at Magellan at 918-574-7415 or call Leo Haynos at the Commission at the telephone number listed above.

- Table of Contents Addition of the new Two-Year Program, Item and Page Numbers and wording changes to revise page numbers for all Items where applicable.
- Item 250 New Two-Year Volume Incentive Program. This new program coincides with the corresponding new program filed in MPL's F.E.R.C. No. 170.23.0, Item 250.
- Item 251 New Two-Year Volume Incentive Rates. These new rates coincide with the corresponding new rates filed in MPL's F.E.R.C. No. 170.23.0, Item 251.
- Item 265 modified associated F.E.R.C. and O.C.C. tariff number references.
- Item 290 modified associated F.E.R.C. tariff number references.

VERIFICATION

State of Oklahoma) SS.) County of Tulsa)

Stanley W. Rogers, Vice President of Magellan Pipeline GP, LLC, the General Partner of Magellan Pipeline Company, L.P., being first duly sworn, deposes and says that he is the Stanley W. Rogers referred to in the foregoing document before the State Corporation Commission of the State of Kansas and the statements therein were prepared by him or under his direction and are true and correct to the best of his knowledge and belief.

L. llgp Rogers Stanley W

Subscribed and sworn to before me this 30th day of March, 2018.

Notary Public

My Commission Expires:

