



December 6, 2022

Announcement: Addition to Federal Environmental Fee Line Item on Invoices

To Our Valued Customer:

The Senate passed the Inflation Reduction Act (H.R. 5376) on August 16, 2022 which reinstated the Hazardous Substance Superfund Financing Rate. With this bill signed into law, the Hazardous Substance Superfund Financing Rate will be reinstated at \$0.164 per barrel with an annual cost-of-living adjustment yearly beginning January 1, 2023. ***Please note that this government mandated fee is in addition to the Federal Oil Spill Tax.***

In an effort to recoup this cost, Cross Oil will add this financing fee onto the current “Federal Environmental Fee” line item you currently see that covers the Federal Oil Spill Tax. **The new total rate for the Federal Environmental Fee will be \$0.254 per barrel beginning January 1, 2023.**

Please direct any questions or concerns to your sales representative.

Sincerely,

A handwritten signature in black ink, appearing to read "DT", is positioned above the typed name of Douglas Towns.

Douglas Towns
Sr. Vice President
Cross Oil Refining & Marketing, Inc.