

Cliffside Refiners Limited Partnership Meeting

June 18, 2019 @ 10:00 AM

Attendees:

(Cliffside) Mark M.

(Downtown) Alex C. Sam B. Emress B.

(NOC) Melissa H.

(CRLP) Nick D. Bobby S. Bob L. Nick H. Tony K.
Brad B. Sarah F.

Roll Call

➤ Noted

Antitrust Issues

Nick D.-Provided to list of attendees on call, if anyone has any questions please let me know

1. Booster Project

Nick D.-Still on schedule?

Alex C.-the electrical is still on schedule, we still have not worked out the contract issues with the welding for them to come back on site yet.

Nick H.-this is concerning, the same has been reported for weeks now with no progress.

Alex C.-We are making progress toward getting something in place for them to resume.

Nick H.-you have said the same thing for weeks in a row and this is starting to concern us. There is a whole industry waiting on this.

Sam B.-Parts of the project are complete, when something changes then the timeline shifts, things keep changing therefore the timeline keeps shifting. Anyone who works with projects understands this. Heath is there anything that we can share?

Nick H.-If this were a project that was done by some other company they would have a contingency plan and that is what I am questioning here what are the alternatives?

Alex C.-Working the issues out with this contractor is our best bet because it would take another 3 months to get a new contractor from scratch. There is a change in scope and agreeing to the new scope and pricing.

Nick H.-why don't you just agree?

Sam B.-all of these questions are valid but they need to go through Nick D. and Heath.

Nick D.-Sam you have to manage both administrative and operational sides of this. We don't see that the operational arm say enough is enough and maybe that is just not the way it works and that is why you see a frustration here. The administrative process is driving the project and that is very foreign to us.

Nick H.-Nick I think you took the words right out of my mouth. You have to take accountability to have the government take accountability for its actions. You signed the contract.

Sam B.-I have conversations with Heath and Melissa every week. We are working the most effective path that we can.

Nick H.-Maybe you just have to agree to their demands so we can get this work done.

Nick D.-Ok I think Sam you have heard us let's just make sure that the frustration is understood.

Hey this is Melissa, Heath had an emergency and had to leave.

Sam B.-There is a concern that we are not being proactive.

Melissa H.-Heath talks to the contractor on a daily basis trying to get this worked out.

Nick D.-From the perspective of the customer there is frustration due to the manner at which we are moving forward.

Melissa H.-I understand that you are customers for storage holders. It is not fair to have a conversation without all of the storage holders on the call as well. The topic needs to be tabled for that reason.

Nick H.-I'm going to push back here. We are here talking as contract holders and as members of the CRLP working with the BLM. Your comments are not appropriate. Let's not make that a focus of this how long is it going to take the log jam to clear.

Melissa H.-Nick D. said that you are concerned as storage holders. You can have that conversation with CRLP. Once we have an update we will post it online for all storage holders to see.

Nick D.-So that was just a summary and you can sense the frustration. A separate call can be arranged if desired. Electrical study to be complete early July. No real change to the other items I have there. We will not have a maintenance or service contract in place. K compressor and DGA ignitors so forth kind of pushes over to what we are talking about with a future outage. I want to go back to the connectivity issues for remote access. Brad is working on it, Alex is working on it, and I asked Sarah to give us a proposal to get this packaged up. Is there something else that we need to be moving on?

Brad B.-So there are 2 phases. The first phase, is just reestablishing the communication back to be able to get into the VPN and so forth. Spoke with Doug yesterday and he was supposed to get with Seth to get more information. If he needs to come on site then he can do that. The other portion is that we need to have a meeting in Allentown to go over all of the things that we are experiencing. And that is when we will need to get Siemens or someone on site because it is pretty significant.

Sam B.-We have been having a lot of electrical problems.

Brad B.-Since Marty passed there hasn't been a back-up. I know that Seth did do a back-up.

Sam B.-There is no reason to think that the DCS is immune to damage.

Nick D.-No that is correct I think there has been some discussion about that.

Brad B.-Before the electrical issues you recently had we had problems. These communications have been ongoing even before that. I think the issue is how some of the programming was done and I mean Mangum when I say that.

Nick D.-anything else?

Brad B.-Is it possible for if we have an unexpected outage we could have Enerflex on the hook to get work done on the compressor, the K100?

Nick D.-Yeah if there was an outage we would follow the same path, Prax would call Enerflex and we would try to get them out there. Tony could contact Enerflex to replace wipers and packings, but we haven't all discussed that yet.