



August 7, 2017

Mr. Stephen Posner
EFSEC Manager
Energy Facility Site Evaluation Council
Utilities and Transportation Commission
1300 S. Evergreen Park Drive SW
Olympia, WA 98504

Re: Contanda Terminals potential expansion project

Dear Mr. Posner:

Contanda currently operates a methanol handling terminal with approximately 320,000 barrels of storage and an annual through-put of 800,000 barrels in the Port of Grays Harbor and the City of Hoquiam. We are exploring the potential of expanding the facility with different commodities. Part of this process is determining what agencies will be involved in the review of our proposed expansion.

Based on the project description below, it appears that the project would not fall under EFSEC jurisdiction as the average daily thru-put of refined petroleum products would be below the 50,000 barrels per day threshold established for "Energy Plants" in RCW 80.50.020(12)(d).

The potential development would expand storage capacity by approximately 1 million barrels. This expanded storage capacity is projected to receive, store and load a maximum of 15 million barrels a year, or an average of 41,096 barrels per day, of refined petroleum products such as Ultra Low Sulfur Diesel, gasoline, styrene and BTX (benzene/toluene/xylene mix). Most of this volume would be transported over marine waters, although some is expected to remain on land. Some of the new storage tanks also would be used to store non-petroleum products such as biodiesel, renewable diesel, ethanol and Methyl Diphenyl Diisocyanate (MDI). The storage capacity of these non-petroleum products is projected to include an additional 5 million barrels of throughput per year, or an average of 13,699 barrels per day.

Contanda respectfully requests that EFSEC review this proposed project and concur that it would not be subject to EFSEC jurisdiction.

Please contact me if any additional information is required.

A handwritten signature in black ink, appearing to read "Terry Duplantis".

Terry Duplantis
VP – Operations / HSSE