

From: (b)(6)
To: (b)(6)
Sent: Fri Aug 05 13:34:37 2011
Subject: FOIA Request for Copies of Jones Act Waivers - SPR Awards

Dear (b)(6)

Please see the attached letter requesting copies of Jones Act waivers granted in connection with successful Strategic Petroleum Reserve awards. The original will follow by regular mail. Please don't hesitate to let us know if you have any questions.

Best regards,

(b)(6)

(b)(6)
Washington, DC 20037 USA
Direct: (b)(6) | E-fax: +1 (b)(6)
E-mail: (b)(6)

This message and any attachments may contain confidential or privileged information and are only for the use of the intended recipient of this message. If you are not the intended recipient, please notify the sender by return email, and delete or destroy this and all copies of this message and all attachments. Any unauthorized disclosure, use, distribution, or reproduction of this message or any attachments is prohibited and may be unlawful.

Any Federal tax advice contained herein is not intended or written to be used, and cannot be used by you or any other person, for the purpose of avoiding any penalties that may be imposed by the Internal Revenue Code. This disclosure is made in accordance with the rules of Treasury Department Circular 230 governing standards of practice before the Internal Revenue Service. Any written statement contained herein relating to any Federal tax transaction or matter may not be used by any person without the express prior written permission in each instance of a partner of this firm to support the promotion or marketing of or to recommend any Federal tax transaction(s) or matter(s) addressed herein.

8/5/2011

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

July 8, 2011

(b)(6)

Team Lead – International Crude Operations
Shell Trading (US) Company

(b)(6)

Houston, Texas 77010

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) on or about July 15-17, 2011, to (b)(4) on or about July 16-18, 2011, aboard the non-coastwise qualified vessel (b)(4). In your letter, you state that you have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97011.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated “petroleum availability is crucial to economic security and the national defense” and:

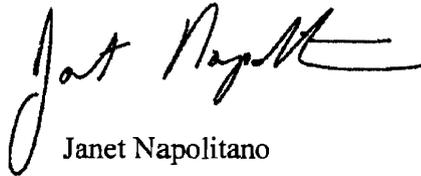
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,

A handwritten signature in black ink, appearing to read "Janet Napolitano". The signature is written in a cursive style with a large initial "J" and a long horizontal stroke at the end.

Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



**Homeland
Security**

July 8, 2011

(b)(6)
Plains Marketing, L.P.
(b)(6)
Houston, TX 77002

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) on or about July 18-20, 2011 to (b)(4) (b)(4) on or about July 21-23, 2011 aboard the non-coastwise qualified vessel (b)(4) (b)(4). In your letter, you state that you have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97010.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated “petroleum availability is crucial to economic security and the national defense” and:

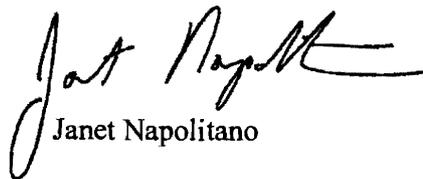
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

July 8, 2011

(b)(6)
Lead, Americas Chartering
ConocoPhillips Company
(b)(6)
Houston, Texas 77079-1175

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) on or about July 18-20, 2011, to (b)(4) (b)(4) on or about July 21-23, 2011, aboard the non-coastwise qualified vessel (b)(4). In your letter, you state that you have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97001.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

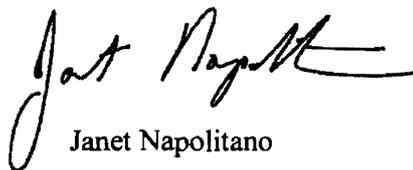
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland Security

July 8, 2011

(b)(6)

Supervisor, Marine Services
Murphy Oil USA Inc.

(b)(6)

El Dorado, AR 71731-7000

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from (b)(4), on or about August 3-5, 2011 to (b)(4), on or about August 5-7, 2011 aboard the non-coastwise qualified vessel (b)(4). In your letter, you state that you have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97008.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

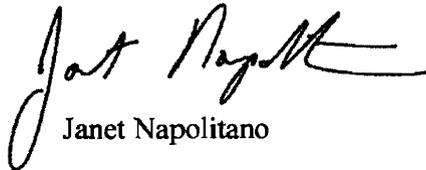
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



**Homeland
Security**

July 12, 2011

(b)(6)
Plains Marketing, L.P.
(b)(6)
Houston, TX 77002

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about July 29-31, 2011 to (b)(4), i.e., (b)(4), on or about August 2-4, 2011, aboard the non-coastwise qualified vessel (b)(4). In your letter, you state that you have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97009.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states "a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port" unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is "coastwise-qualified." The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is "necessary in the interest of national defense." 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department's usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

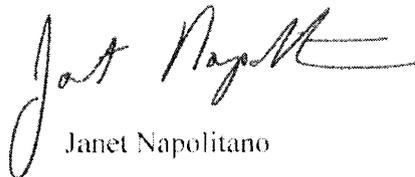
... to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

July 14, 2011

(b)(6)
Crude Supply and Trading
British Petroleum Products, NA
(b)(6)
Chicago, IL 60606

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve at (b)(4), on or about July 20-22, 2011, to (b)(4) on or about July 22-24, 2011, aboard the non-coastwise qualified vessel (b)(4). In your letter, you state that you have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97027.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states "a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port" unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is "coastwise-qualified." The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is "necessary in the interest of national defense." 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department's usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

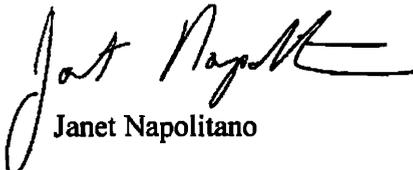
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,


Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

July 15, 2011

(b)(6)
Team Lead – International Crude Operations
Shell Trading (US) Company
(b)(6)
Houston, Texas 77010 USA

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4) on or about July 16-18, 2011, to (b)(4), on or about July 23-25, 2011, aboard the non-coastwise qualified (b)(4). In your letter, you state that you have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97011.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

July 15, 2011

(b)(6)
Team Lead – International Crude Operations
Shell Trading (US) Company
(b)(6)
Houston, Texas 77010 USA

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about July 19-21, 2011, to the (b)(4), on or about July 29 - August 2, 2011, aboard the non-coastwise qualified vessel (b)(4). In your letter, you state that you have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97013.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated “petroleum availability is crucial to economic security and the national defense” and:

... to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



**Homeland
Security**

July 18, 2011

(b)(6)
JP Morgan Ventures Energy Corp.
(b)(6)
Stamford, Connecticut 06902

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about July 23-25, 2011 to (b)(4), on or about July 25-27, 2011, aboard the non-coastwise qualified vessel (b)(4). In your letter, you state that you have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97005. This request covers the transportation of (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

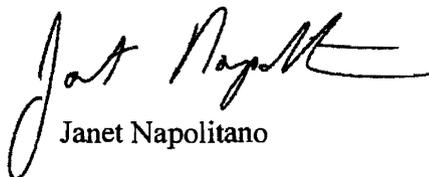
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,


Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland Security

July 20, 2011

(b)(6)
JP Morgan Ventures Energy Corporation
(b)(6)
Stamford, CT 06902

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about July 19-21, 2011, to (b)(4), on or about July 22-July 24, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97005, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated “petroleum availability is crucial to economic security and the national defense” and:

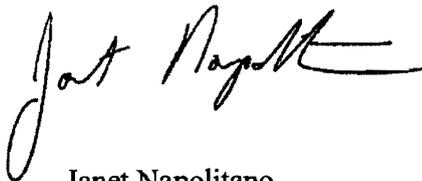
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,

A handwritten signature in black ink, appearing to read "Janet Napolitano". The signature is written in a cursive, flowing style with a long horizontal stroke at the end.

Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

July 20, 2011

(b)(6)
Chartering and Freight Trading Manager
Valero Marketing and Supply Company
(b)(6)
San Antonio, Texas 78249

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about July 25-27, 2011, to (b)(4), on or about July 30-August 2, 2011, aboard the non-coastwise qualified vessel (b)(4). In your letter, you state that you have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97020, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states "a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port" unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is "coastwise-qualified." The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is "necessary in the interest of national defense." 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department's usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

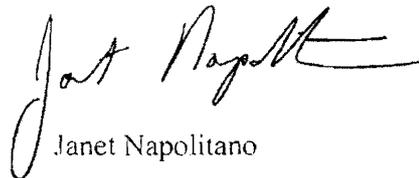
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

July 20, 2011

(b)(6)
Plains Marketing L.P.
(b)(6)
Houston, Texas 77002

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about July 29-31, 2011, to (b)(4), on or about August 1 – 3, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97009, and this portion represents (b)(4) barrels. Your request supersedes your previous request which was granted on July 12, 2011.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

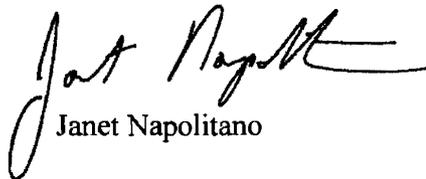
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,


Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

July 21, 2011

(b)(6)

Team Lead, International Crude Operations
Shell Trading (US) Company

(b)(6)

Houston, Texas 77010

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4) on or about July 28-30, 2011, to the (b)(4) on or about July 29-August 2, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97013. Your request supersedes your previous request which was granted on July 15, 2011.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

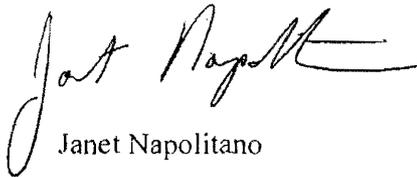
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

July 22, 2011

(b)(6)
Chartering and Freight Trading Manager
Valero Marketing and Supply Company
(b)(6)
San Antonio, Texas 78249

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about July 26-28, 2011, to (b)(4), on or about July 31, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97020, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated “petroleum availability is crucial to economic security and the national defense” and:

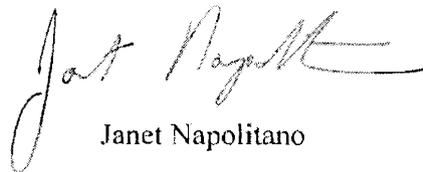
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



**Homeland
Security**

July 22, 2011

(b)(6)
Tesoro Maritime Corporation
(b)(6)
San Antonio, TX 78259

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the following transportation of crude oil. The crude oil would be transported from the Strategic Petroleum Reserve (SPR) at (b)(4) on or about August 3-5, 2011, to (b)(4) on or about August 7-9, 2011, aboard the non-coastwise qualified vessel (b)(4). Subsequently, the same crude oil would be transported from (b)(4) on or about August 19-20, 2011, to (b)(4), on or about August 29-30, 2011, on the non-coastwise qualified (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97017 and the transportation described above is for (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states "a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port" unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is "coastwise-qualified." The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is "necessary in the interest of national defense." 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department's usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

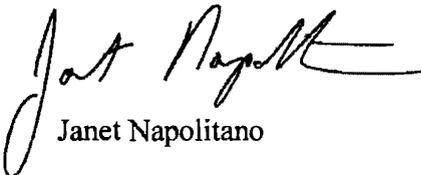
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

July 25, 2011

(b)(6)
Marathon Petroleum Company
(b)(6)
Findlay, Ohio 45840

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 1-3, 2011, to (b)(4), on or about August 5-7, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97006, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

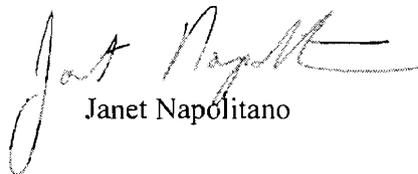
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,


Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

July 22, 2011

(b)(6)
Tesoro Maritime Corporation
(b)(6)
San Antonio, Texas 78259

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the following transportation of crude oil. The crude oil would be transported from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 6-8, 2011, to (b)(4), on or about August 12-14, 2011, aboard the non-coastwise qualified vessel (b)(4). Subsequently, the same crude oil would be transported from (b)(4) on or about September 15-16, 2011, to (b)(4), on or about September 30-October 1, 2011, on the non-coastwise qualified (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97017 and the transportation described above is for (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

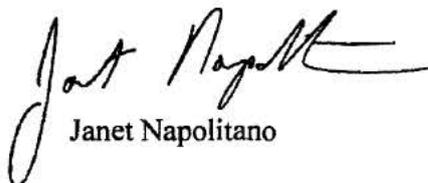
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded onto the vessel (b) (4) on or before August 31, 2011, and subsequently onto the vessel (b) (4).

Yours very truly,


Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



**Homeland
Security**

July 22, 2011

(b)(6)

ConocoPhillips

(b)(6)

Houston, Texas 77079

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the following transportation of crude oil. The crude oil would be transported from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 1-3, 2011, to the (b)(4) (b)(4) on or about August 3-5, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97001 and the transportation described above is for (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

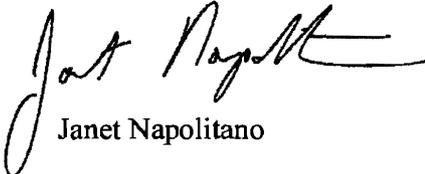
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

July 25, 2011

(b)(6)
Plains Marketing L.P.

(b)(6)
Houston, Texas 77002

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about July 29-31, 2011, to (b)(4), on or about August 1-3, 2011, aboard the non-coastwise qualified vessel (b)(4). In your letter, you state that you have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97009, and this portion represents (b)(4) barrels. Your request supersedes your previous requests which were granted on July 12 and 20, 2011.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

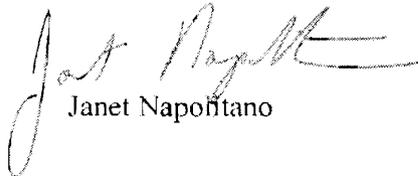
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,


Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



**Homeland
Security**

July 26, 2011

(b)(6)
Team Lead – International Crude Operations
Shell Trading (US) Company
(b)(6) 00
Houston, Texas 77010

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 2-4, 2011, to the (b)(4) on or about August 5-7, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97014, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

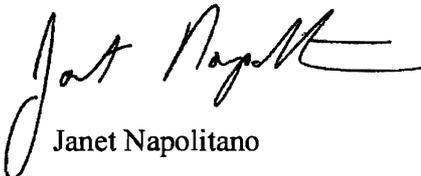
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

July 29, 2011

(b)(6)

Team Lead – International Crude Operations
Shell Trading (US) Company

(b)(6)

Houston, Texas 77010

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 5-7, 2011 to the (b)(4) on or about August 7-9, 2011 aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97014, and this portion represents (b)(4) barrels. Your request supersedes your previous request which was granted on July 26, 2011.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

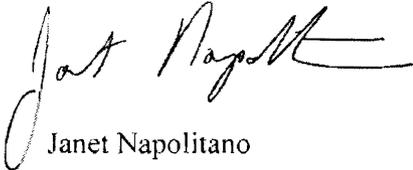
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



**Homeland
Security**

August 2, 2011

(b)(6)
Marathon Petroleum Company
(b)(6)
Findlay, Ohio 45840

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 7-9, 2011, to (b)(4), on or about August 10-12, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97006, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

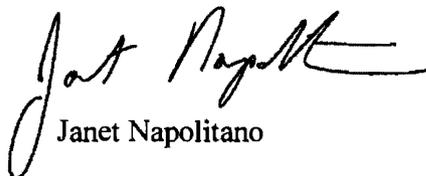
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,


Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



**Homeland
Security**

August 5, 2011

(b)(6)
Valero Marketing and Supply Company
(b)(6)
San Antonio, Texas 78249

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 8-10, 2011, to (b)(4), on or about August 29-31, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97022, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

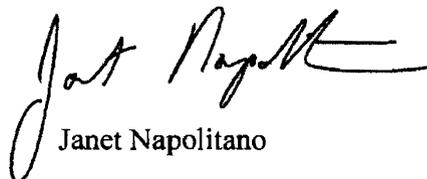
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

August 5, 2011

(b)(6)
Plains Marketing L.P.
(b)(6)
Houston, Texas 77002

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 8-10, 2011, to (b)(4), on or about August 10-12, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97009, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

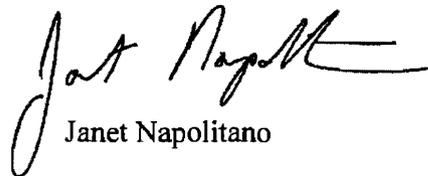
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

August 5, 2011

(b)(6)
Marathon Petroleum Company
(b)(6)
Findlay, Ohio 45840

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 10-12, 2011, to (b)(4), on or about August 13-15, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97007, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

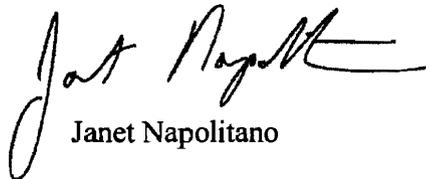
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano



Homeland Security

August 8, 2011

(b)(6)
Tesoro Maritime Corporation
(b)(6)
San Antonio, TX 78259

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the following transportation of crude oil. The crude oil was loaded from the Strategic Petroleum Reserve (SPR) at (b)(4), on August 6, 2011, destined to (b)(4) on or about August 7-9, 2011, aboard the non-coastwise qualified vessel (b)(4). Subsequently, the same crude oil would be transported from (b)(4) on or about August 14-15, 2011, to (b)(4), on or about August 26-27, 2011, on the non-coastwise qualified (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97017 and the transportation described above is for (b)(4) barrels. Your request supersedes your request which was granted on July 22, 2011.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states "a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port" unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is "coastwise-qualified." The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is "necessary in the interest of national defense." 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department's usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

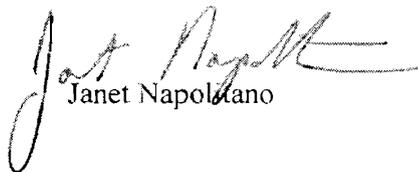
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,


Janet Napolitano



Homeland
Security

August 5, 2011

(b)(6)
Sea River Maritime, Inc.
(b)(6)
(b)(6)
Houston, Texas 77002

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the following transportation of crude oil. The crude oil would be transported from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 9-11, 2011, to the (b)(4) (b)(4) on or about August 13-15, 2011, aboard the non-coastwise qualified vessel (b)(4). ExxonMobil Corporation has purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97003, and the above transportation is for the entire contract.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



**Homeland
Security**

August 5, 2011

(b)(6)
Valero Marketing and Supply Company
(b)(6)
San Antonio, Texas 78249

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 10-12, 2011, to (b)(4), on or about August 14-16, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97022, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

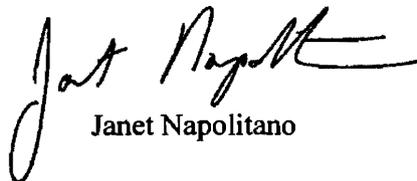
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



**Homeland
Security**

August 5, 2011

(b)(6)
Manager Marine Chartering
Sunoco Inc.
(b)(6)
Lester, PA 19029

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 19-21, 2011, to (b)(4), on or about August 26-28, 2011, aboard the non-coastwise qualified vessel (b)(4). In your letter, you state you have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97015.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

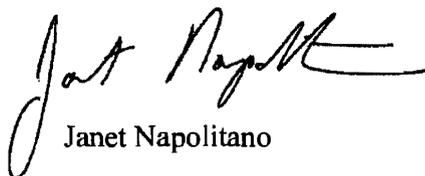
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



**Homeland
Security**

August 5, 2011

(b)(6)
Valero Marketing and Supply Company
(b)(6)
San Antonio, Texas 78249

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 11-13, 2011, to (b)(4), on or about August 16-18, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97021, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

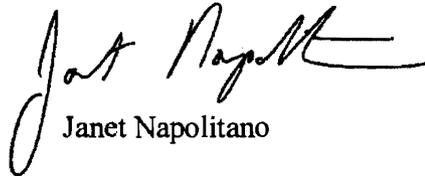
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



**Homeland
Security**

August 5, 2011

(b)(6)
Hess Energy Trading Company, LLC
(b)(6)
(b)(6)
New York, New York 10036

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4) on or about August 9-11, 2011, to (b)(4), on or about August 12-13, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97004, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated “petroleum availability is crucial to economic security and the national defense” and:

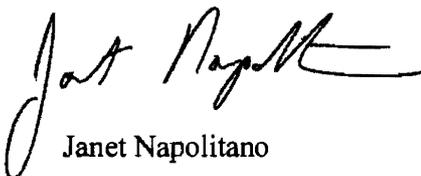
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20523



Homeland
Security

August 8, 2011

(b)(6)
JP Morgan Ventures Energy Corp.
(b)(6)
Stamford, Connecticut 06902

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 12-14, 2011, (b)(4), on or about August 14-16, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97005, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

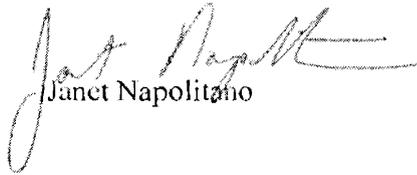
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,


Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

August 13, 2011

(b)(6)

ConocoPhillips

(b)(6)

Houston TX 77079-1175

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 14-16, 2011, to (b)(4), on or about August 29-31, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97002, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

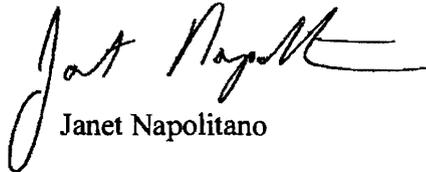
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,


Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

August 10, 2011

(b)(6)
Hess Energy Trading Company, LLC
(b)(6)
New York, New York 10036

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 11-13, 2011, to (b)(4), on or about August 17-19, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97004, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

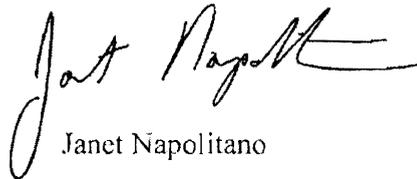
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



**Homeland
Security**

August 11, 2011

(b)(6)
Marathon Petroleum Company
(b)(6)
Findlay, Ohio 45840

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 17-19, 2011, to (b)(4), on or about August 20-22, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97007, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

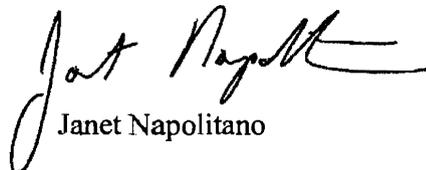
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,


Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



**Homeland
Security**

August 12, 2011

(b)(6)
Manager Marine Chartering
Sunoco Inc.
(b)(6)
Lester, PA 19029

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 25-27, 2011, to (b)(4), on or about September 1-3, 2011, aboard the non-coastwise qualified vessel (b)(4). In your letter, you state you have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97016.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states "a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port" unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is "coastwise-qualified." The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is "necessary in the interest of national defense." 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department's usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

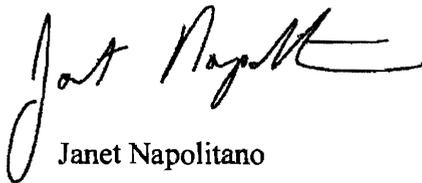
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

August 12, 2011

(b)(6)

Team Lead – International Crude Operations
Shell Trading (US) Company

(b)(6)

Houston, Texas 77010

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 17-19, 2011, to the (b)(4) on or about August 22-24, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97012, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

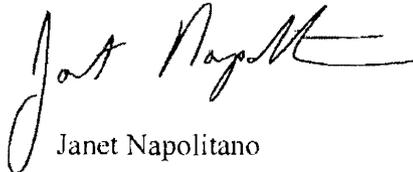
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

August 15, 2011

(b)(6)

Team Lead – International Crude Operations
Shell Trading (US) Company

(b)(6)

Houston, Texas 77010

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4) on or about

August 19-21, 2011 to (b)(4) on or about August 21-23, 2011 aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97012, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

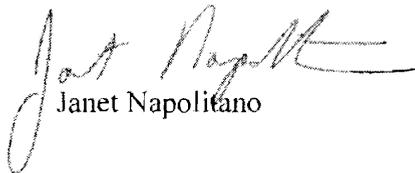
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,


Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

August 17, 2011

(b)(6)
Plains Marketing L.P.
(b)(6)
Houston, Texas 77002

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 19-21, 2011, to (b)(4), on or about August 25-27, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97010, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

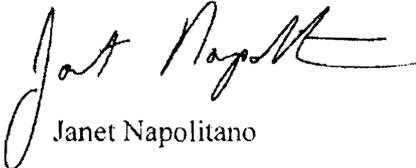
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



**Homeland
Security**

August 18, 2011

(b)(6)

Vitol Inc.

(b)(6)

(b)(6)

Houston, Texas 77338

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 23-25, 2011, to (b)(4), on or about August 31-September 2, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97025 and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

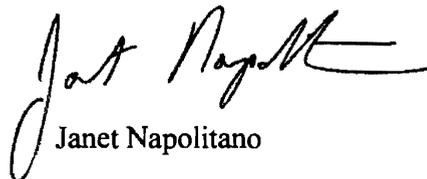
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano



Homeland Security

August 18, 2011

(b)(6)
Vitol Inc.
(b)(6)
(b)(6)
Houston, Texas 77002

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4) on or about August 22-23, 2011, to (b)(4), on or about September 20-22, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97025 and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

August 19, 2011

(b)(6)
Tesoro Maritime Corporation
(b)(6)
San Antonio, TX 78259

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the following transportation of crude oil. The crude oil was loaded from the Strategic Petroleum Reserve (SPR) at (b)(4) on August 6, 2011, destined to a location offshore (b)(4), aboard the non-coastwise qualified vessel (b)(4). Upon arrival offshore (b)(4) barrels of the crude oil would be lightered aboard the non-coastwise qualified vessel (b)(4) on or about August 21-23, 2011; and, (b)(4) barrels of the crude oil would be lightered aboard the non-coastwise qualified vessel (b)(4) on or about August 24-25, 2011. Upon completion of lightering operations, the non-coastwise qualified vessels (b)(4) and (b)(4) would transit the (b)(4). The crude oil from both vessels would be lightered offshore (b)(4) (b)(4), aboard the non-coastwise qualified (b)(4) on or about August 26-August 30, 2011. Subsequently, the same crude oil would then be transported from offshore (b)(4), arriving on or about September 11-13, 2011. You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97017 and the transportation described above is for (b)(4) barrels. Your request supersedes your request which was granted on August 8, 2011.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified

U.S.-flagged vessel available and (2) the waiver is "necessary in the interest of national defense." 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department's usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

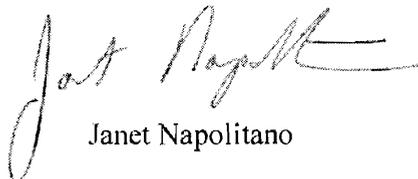
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,

A handwritten signature in black ink, appearing to read "Janet Napolitano", written in a cursive style.

Janet Napolitano



Homeland
Security

August 22, 2011

(b)(6)

Vitol Inc.

(b)(6)

Suite 5500

Houston, TX 77002

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 23-25, 2011, to (b)(4) on or about September 10-12, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97025 and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states "a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port" unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is "coastwise-qualified." The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is "necessary in the interest of national defense." 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department's usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

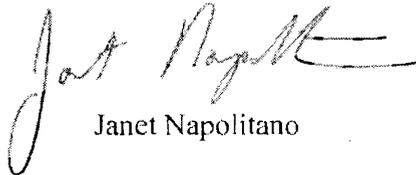
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20533



Homeland
Security

August 22, 2011

(b)(6)
Trafigura AG
(b)(6)
(b)(6)
Houston, TX 77010

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 25-27, 2011, to a point other than the point of lading at (b)(4), on or about August 30-September 1, 2011, aboard the non-coastwise qualified vessel (b)(4). In your letter, you state you have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97019.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated “petroleum availability is crucial to economic security and the national defense” and:

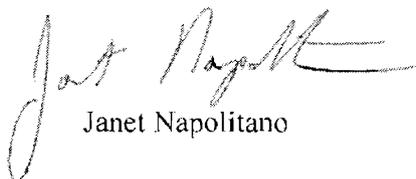
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland Security

August 18, 2011

(b)(6)
Vitol Inc.
(b)(6)
(b)(6)
Houston, Texas 77002

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 21-23, 2011, to (b)(4), on or about September 20-22, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97025 and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

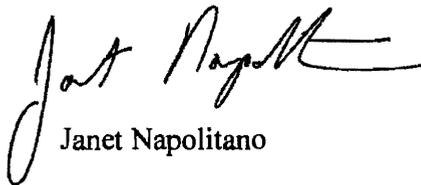
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

August 19, 2011

(b)(6)
Valero Marketing and Supply Company
(b)(6)
San Antonio, Texas 78249

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 25-27, 2011, to (b)(4), on or about August 30-31, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97021, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states "a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port" unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is "coastwise-qualified." The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is "necessary in the interest of national defense." 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department's usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

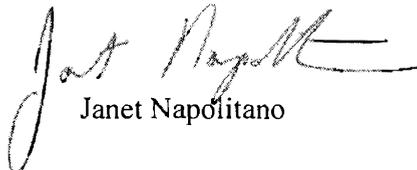
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

August 26, 2011

(b)(6)

Vitol Inc.

(b)(6)

(b)(6)

Houston, Texas 77338

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 27-29, 2011, to (b)(4), on or about September 5-7, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97025 and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states "a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port" unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is "coastwise-qualified." The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is "necessary in the interest of national defense." 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department's usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

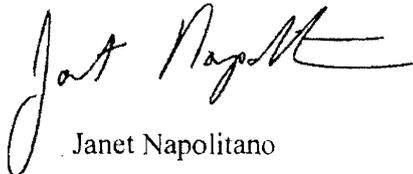
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

August 26, 2011

(b)(6)
Vitol Inc.
(b)(6)
(b)(6)
Houston, TX 77338

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4) on or about August 29-31, 2011, to (b)(4), on or about September 1-2, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97026 and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

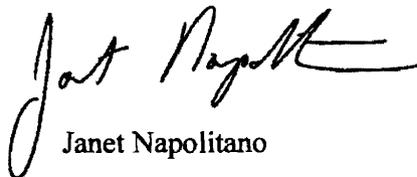
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

August 29, 2011

(b)(6)

Vitol Inc.

(b)(6)

(b)(6)

Houston, Texas 77338

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow crude oil loaded on August 29, 2011, at the Strategic Petroleum Reserve (SPR) in (b)(4), to be transported to (b)(4), on or about September 5-7, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97026 and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states "a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port" unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is "coastwise-qualified." The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is "necessary in the interest of national defense." 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department's usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

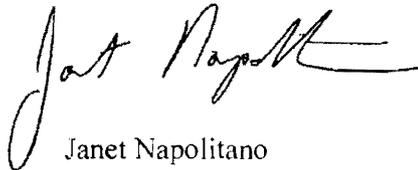
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,

A handwritten signature in black ink, appearing to read "Janet Napolitano". The signature is fluid and cursive, with a large initial "J" and a long, sweeping underline.

Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland Security

August 29, 2011

(b)(6)
ConocoPhillips
(b)(6)
Houston Texas 77079-1175

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 31-September 2, 2011, to the (b)(4) on or about September 10-12, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97002, and this portion represents (b)(4) barrels.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

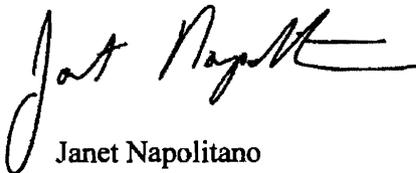
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before September 2, 2011.

Yours very truly,

A handwritten signature in black ink, appearing to read "Janet Napolitano". The signature is fluid and cursive, with a long horizontal stroke at the end.

Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland
Security

September 6, 2011

(b)(6)

Vitol Inc.

(b)(6)

(b)(6)

Houston, Texas 77002

Dear (b)(6):

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on or about August 23-25, 2011, to (b)(4), on or about September 5-7, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97025 and this portion represents (b)(4) barrels. Your request supersedes your previous request which was granted on August 18, 2011.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states "a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port" unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is "coastwise-qualified." The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is "necessary in the interest of national defense." 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department's usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated "petroleum availability is crucial to economic security and the national defense" and:

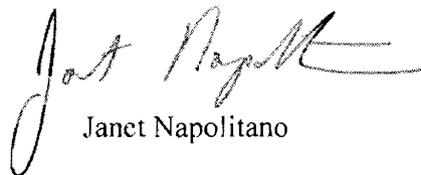
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on or before August 31, 2011.

Yours very truly,



Janet Napolitano

Secretary

U.S. Department of Homeland Security
Washington, DC 20528



Homeland Security

September 9, 2011

(b)(6)
Vitol Inc.
(b)(6)
(b)(6)
Houston, Texas 77338

Dear (b)(6)

Thank you for your letter and supporting documentation requesting a *Merchant Marine Act of 1920* (Jones Act) waiver. You requested this waiver to allow the transportation of crude oil from the Strategic Petroleum Reserve (SPR) at (b)(4), on August 29, 2011, to (b)(4), on or about September 9-10, 2011, aboard the non-coastwise qualified vessel (b)(4). You have purchased (b)(4) barrels of crude oil from the SPR pursuant to contract number DE-SC96-11PO97025 and this portion represents (b)(4) barrels. Your request supersedes your request which was granted on August 26, 2011.

The Jones Act, 46 United States Code (U.S.C.) § 55102, states “a vessel may not provide any part of the transportation of merchandise by water, or by land and water, between points in the United States to which the coastwise laws apply, either directly or via a foreign port” unless the vessel was built in and documented under the laws of the United States and is wholly owned by persons who are citizens of the United States. Such a vessel, after obtaining a coastwise endorsement from the U.S. Coast Guard, is “coastwise-qualified.” The coastwise laws generally apply to points in the territorial sea, which is defined as the belt, three nautical miles wide, seaward of the territorial sea baseline, and to points located in internal waters, landward of the territorial sea baseline.

The navigation laws, including the coastwise laws, can only be waived under the authority provided by 46 U.S.C. § 501. That statute provides in relevant part that the Secretary of Homeland Security can grant a waiver of the Jones Act requirements only if (1) the Maritime Administration (MARAD) at the Department of Transportation determines there is no qualified U.S.-flagged vessel available and (2) the waiver is “necessary in the interest of national defense.” 46 U.S.C. § 501 (b).

In accordance with the provisions of 46 U.S.C. § 501(b) and the Department’s usual practice, U.S. Customs and Border Protection (CBP) sought advice regarding your request from MARAD, the Department of Energy and the Department of Defense. MARAD has made a non-availability determination regarding the subject request.

Both the Departments of Energy and Defense concur in the issuance of a waiver in the circumstances presented here. The Department of Energy stated “the terms of the Vitol [waiver request] are consistent with the goals of the SPR release,” that “petroleum availability is crucial to economic security and the national defense” and:

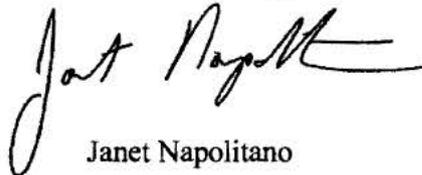
. . . to the extent qualified U.S.-flagged vessels are not available to transport the volume of petroleum the President has ordered to be released, the Department of Energy supports a decision by the Department of Homeland Security to waive the Jones Act for petroleum released from the SPR from now through August 31, 2011.

The Department of Defense stated:

The Department of Defense recognizes that the Department of Homeland Security under 46 U.S.C. § 501(b) may grant waivers based on national defense interests and the non-availability of qualified U.S. flag vessels. If the Maritime Administrator, while acting in his capacity as Director, National Shipping Authority, determines that qualified U.S. flag capacity is unavailable, the Department of Defense has no objection to the waiving of the Jones Act (46 U.S.C. § 55102) pursuant to 46 U.S.C. § 501(b) for petroleum released from the SPR from now through August 31, 2011 and concurs with the issuance of waivers in these circumstances.

We have carefully considered your request for a waiver of the Jones Act and the input of other Government entities. Based in part on the views of the Departments of Energy and Defense and on the other information we received, we find that such a waiver is in the interest of national defense. Accordingly, your request for a waiver of the Jones Act is granted. This waiver is in effect for SPR crude oil loaded on the subject vessel on August 29, 2011 at (b) (4) under contract DE-SC96-11PO97025 (awarded July 11, 2011) for transport from (b) (4) on or about September 9-10, 2011.

Yours very truly,

A handwritten signature in black ink, appearing to read "Janet Napolitano". The signature is fluid and cursive, with a large initial "J" and a long, sweeping underline.

Janet Napolitano

