

Genesis Energy, L.P.

259924



10-045442

TEJA KONDREDDI
402 SOUTH POPPY LANE
GLENDDORA, CA 91741

**For Questions Regarding Your Tax Package
Contact Partner DataLink**

*Partner DataLink
Genesis Energy, L.P.
PO Box 8447*

Hermitage, TN 37076-8447

Phone: (855) 502-0936

Fax: (215) 982-6302

Email: GenesisK1Help@deloitte.com

Website: www.PartnerDataLink.com/Genesis

Dear Unitholder:

Please find enclosed your Genesis Energy, L.P. Tax Package for 2020. Please do not discard this package as it contains important information that you will need to prepare your federal and state income tax returns for 2020.

In this Tax Package, the Partnership is providing the following documents to you:

- (1) Schedule K-1 and Supplemental Information
- (2) State Schedule
- (3) Ownership Schedule
- (4) Sales Schedule (If applicable)
- (5) Partner's Instructions for Schedule K-1

You can also download your Tax Package in Portable Document Format (.pdf) or directly into TurboTax via the internet. To access your Tax Package electronically, please visit our website at www.PartnerDataLink.com/Genesis. For additional information, the Partner's Instructions for Schedule K-1 (Form 1065) can be found on the Internal Revenue Service website at www.irs.gov/instructions/i1065sk1.

As a result of enacted legislation and other required tax reporting updates, items within this tax package may have changed from prior years to reflect the changes applicable for tax year 2020.

Please carefully review the information on your Ownership Schedule. If the information is inaccurate or you have any questions regarding this Tax Package, please contact Partner DataLink at (855) 502-0936 or GenesisK1Help@deloitte.com (additional contact methods are provided at the top of this letter).

We request you submit any corrections to your Tax Package on or before May 15, 2021.

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Schedule K-1 (Form 1065)

2020

Department of the Treasury Internal Revenue Service

For calendar year 2020, or tax year

beginning [] / [] / [] ending [] / [] / []

Partner's Share of Income, Deductions, Credits, etc. See separate instructions.

Part I Information About the Partnership

A Partnership's employer identification number 76-0513049

B Partnership's name, address, city, state, and ZIP code GENESIS ENERGY, L.P. 919 MILAM, SUITE 2100 HOUSTON, TX 77002

C IRS Center where partnership filed return OGDEN

D Check if this is a publicly traded partnership (PTP)

Part II Information About the Partner

E Partner's SSN or TIN (Do not use TIN of a disregarded entity. See instructions.) XXX-XX-5407

F Name, address, city, state, and ZIP code for partner entered in E. See instructions. TEJA KONDREDDI 402 SOUTH POPPY LANE GLENDORA, CA 91741

G General partner or LLC member-manager Limited partner or other LLC member

H1 Domestic partner Foreign partner

H2 If the partner is a disregarded entity (DE), enter the partner's: TIN Name

I1 What type of entity is this partner? OTHER

I2 If this partner is a retirement plan (IRA/SEP/Keogh/etc.), check here

J Partner's share of profit, loss, and capital (see instructions): Table with columns Beginning and Ending, rows Profit, Loss, Capital.

Check if decrease is due to sale or exchange of partnership interest

K Partner's share of liabilities: Table with columns Beginning and Ending, rows Nonrecourse, Qualified nonrecourse financing, Recourse.

Check this box if Item K includes liability amounts from lower tier partnerships.

L Partner's Capital Account Analysis

Table with rows: Beginning capital account, Capital contributed during the year, Current year net income (loss), Other increase (decrease), Withdrawals & distributions, Ending capital account.

M Did the partner contribute property with a built-in gain or loss? Yes No

N Partner's Share of Net Unrecognized Section 704(c) Gain or (Loss) Table with rows Beginning, Ending.

Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items

Main table with columns 1-22 and 15-20, rows: Ordinary business income (loss), Net rental real estate income (loss), Other net rental income (loss), Guaranteed payments for services, Guaranteed payments for capital, Total guaranteed payments, Interest income, Ordinary dividends, Qualified dividends, Dividend equivalents, Royalties, Net short-term capital gain (loss), Net long-term capital gain (loss), Collectibles (28%) gain (loss), Unrecaptured section 1250 gain, Net section 1231 gain (loss), Other income (loss), Section 179 deduction, Other deductions, Self-employment earnings (loss).

21 More than one activity for at-risk purposes* 22 More than one activity for passive activity purposes*

*See attached statement for additional information.

For IRS Use Only

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PARTNER NAME: TEJA KONDREDDI

PARTNER FEDERAL ID & ENTITY TYPE: XXX-XX-5407 / OTHER

CUSTODIAN FEDERAL ID (IF APPLICABLE):

| Box(s) | Description | Amount | | | | | | | | | | | | |
|-------------------------------------|---|-------------------|--|-------------------------------------|-----|--------------------------|------------|--------------------------|------|---|------|-----|---|----|
| | <u>Other Information</u> | | | | | | | | | | | | | |
| 20Z | Section 199A Information | See below Note | | | | | | | | | | | | |
| 20AB | Section 751(a) Gain (Loss) | 24 | | | | | | | | | | | | |
| 20AE | Excess Taxable Income | 3 | | | | | | | | | | | | |
| 20AH1 | Gross Receipts minus Cost of Goods Sold | 15 | | | | | | | | | | | | |
| 20AH2 | Gross Receipts | 26 | | | | | | | | | | | | |
| NOTES: | | | | | | | | | | | | | | |
| 1 | Depletion expense and Internal Revenue Code (IRC) section 743(b) adjustments are included in Box 1 ordinary income. | | | | | | | | | | | | | |
| 16AA - AI | Partners subject to Base Erosion Tax (BEAT) and other international tax provisions: If you are a corporate partner or a flow-through entity partner with direct or indirect corporate owners, please use the information provided in Box 16AA to obtain Section 59A gross receipts. To complete current year Boxes 16AB-16AD, please refer to gross receipts in your prior year Schedules K-1, as applicable. Please contact Partner DataLink at (855) 502-0936 to obtain additional amounts for base erosion information (Box 16AF), Section 951A information (Box 16AG), and foreign derived intangible income information (Box 16AH), should you need such information. If you are a foreign taxpayer and transferred or disposed of your Partnership interest during the year, the gain/loss on the sale of your units should be treated as 100% effectively connected income (Box 16AI). Please consult your tax advisor to determine if these details are applicable to you. | | | | | | | | | | | | | |
| 20V | Amounts included in Box 20V (unrelated business taxable income) represent only your share of allocable income/loss from the Company. Please consult your tax advisor regarding inclusion of other items (e.g., depreciation recapture upon the sale or disposition of your units). | | | | | | | | | | | | | |
| 20Z | Qualified PTP Item Reporting: Partner's share of: Qualified PTP items subject to partner-specific determinations: <table border="1" style="float: right; margin-left: 20px;"> <tr> <td colspan="2">Trade or Business</td> </tr> <tr> <td><input checked="" type="checkbox"/></td> <td>PTP</td> </tr> <tr> <td><input type="checkbox"/></td> <td>Aggregated</td> </tr> <tr> <td><input type="checkbox"/></td> <td>SSTB</td> </tr> </table> | Trade or Business | | <input checked="" type="checkbox"/> | PTP | <input type="checkbox"/> | Aggregated | <input type="checkbox"/> | SSTB | <table style="float: right; margin-left: 20px;"> <tr> <td>(23)</td> </tr> <tr> <td>(2)</td> </tr> <tr> <td>1</td> </tr> <tr> <td>24</td> </tr> </table> | (23) | (2) | 1 | 24 |
| Trade or Business | | | | | | | | | | | | | | |
| <input checked="" type="checkbox"/> | PTP | | | | | | | | | | | | | |
| <input type="checkbox"/> | Aggregated | | | | | | | | | | | | | |
| <input type="checkbox"/> | SSTB | | | | | | | | | | | | | |
| (23) | | | | | | | | | | | | | | |
| (2) | | | | | | | | | | | | | | |
| 1 | | | | | | | | | | | | | | |
| 24 | | | | | | | | | | | | | | |
| 20AE | Section 163(j) limits the deductibility of interest in certain circumstances. Although the limitation is applied at the partnership level, certain attributes used to determine the applicability of the limitation must be passed to the partners of the partnership. Your allocable share of Excess Taxable Income, which is relevant for the purpose of calculating your Section 163(j) limitation and freeing up excess business interest expense reported to you in Box 13K on your 2018 and 2019 Schedules K-1, is the amount shown in Box 20AE. | | | | | | | | | | | | | |
| 20AH1 | Gross Receipts minus Cost of Goods Sold. This information may be needed by tax-exempt organizations and qualified retirement plans to determine if a Form 990-T must be filed. Individuals may need this information to determine whether a return must be filed for certain states. | | | | | | | | | | | | | |
| 20AH2 | Gross Receipts. This information may be needed by taxpayers to determine their section 163(j) limitation amount. | | | | | | | | | | | | | |

GENERAL INFORMATION: The information in this Tax Package is provided by the Partnership to assist you in preparing your personal tax return. The information reflects the application of various assumptions and conventions, as disclosed by the Partnership to you in various SEC filings and other offering documents. It is anticipated that the Partnership may provide disclosure of certain of these assumptions and conventions in the preparation of the Partnership return, as warranted, to the Internal Revenue Service and/or other taxing authorities. We suggest that you refer to the appropriate Federal and State income tax laws, instructions, and SEC filings and other offering documents, and that you consult your tax advisor with any questions. You should discuss with your tax advisor whether the treatment of any items in this Tax Package may subject you and/or your tax advisor to a penalty by a taxing authority and the need to adequately disclose any items in order to avoid such penalty.

This schedule will be filed with the IRS along with the Schedule K-1, but note you are not required to attach them to your Federal or State Income Tax Returns.

GENESIS ENERGY, L.P.

2020 STATE SCHEDULE

PARTNER NAME: TEJA KONDREDDI

PARTNER FEDERAL ID & ENTITY TYPE: XXX-XX-5407 / OTHER

CUSTODIAN FEDERAL ID (IF APPLICABLE):

State Information

(Due to rounding and other Federal and State differences, totals may not agree to Federal totals)

| State | (1) Ordinary Business Income / (Loss) | (2) Interest Income | (3) Net Section 1231 Gain / (Loss) | (4) Other Income | (5) Cancellation of Debt | (6) Charitable Contributions | (7) Investment Interest Expense | (8) Depletion (Other than Oil & Gas) | (9) Gross Receipts |
|-------|--|---------------------------|---|------------------------|--------------------------------|------------------------------------|--|---|--------------------------|
| AL | - | - | - | - | - | - | - | - | - |
| AR | - | - | - | - | - | - | - | - | - |
| AZ | - | - | - | - | - | - | - | - | - |
| CA | - | - | - | - | - | - | - | - | - |
| CO | - | - | - | - | - | - | - | - | - |
| DE | - | - | - | - | - | - | - | - | - |
| FL | (1) | - | - | - | - | - | - | - | 1 |
| GA | - | - | - | - | - | - | - | - | - |
| ID | - | - | - | - | - | - | - | - | - |
| IL | - | - | - | - | - | - | - | - | - |
| IN | (1) | - | - | - | - | - | - | - | 1 |
| KY | - | - | - | - | - | - | - | - | - |
| LA | (2) | - | - | - | - | - | - | - | 5 |
| MI | - | - | - | - | - | - | - | - | - |
| MO | - | - | - | - | - | - | - | - | - |
| MS | - | - | - | - | - | - | - | - | 1 |
| MT | - | - | - | - | - | - | - | - | - |
| NC | - | - | - | - | - | - | - | - | - |
| NJ | - | - | - | - | - | - | - | - | - |
| NM | - | - | - | - | - | - | - | - | - |
| NY | - | - | - | - | - | - | - | - | - |
| OK | - | - | - | - | - | - | - | - | - |
| OR | - | - | - | - | - | - | - | - | - |
| PA | - | - | - | - | - | - | - | - | - |
| TX | (5) | - | - | - | - | - | - | - | 6 |
| UT | - | - | - | - | - | - | - | - | - |
| VA | - | - | - | - | - | - | - | - | - |
| WI | - | - | - | - | - | - | - | - | - |
| WV | - | - | - | - | - | - | - | - | - |

*Column 1 does not include bonus depreciation adjustment for non-conforming states.

NOTES:

(1) State Schedule

The Partnership has operations in many states. You may be required to file an income tax return with those states. Each of the states is identified by its two-letter postal designation. For each state, we have reported applicable items in columns 1 through 9. Column 1 represents the amount from Box 1 of the Federal K-1. Column 2 relates to Federal K-1 Box 5. Column 3 relates to Federal K-1 Box 10. Column 4 relates to Federal K-1 Box 6a and Federal K-1 Box 9a. Column 5 relates to Federal K-1 Box 11E. Column 6 relates to Federal K-1 Box 13A. Column 7 relates to Federal K-1 Box 13H. Column 8 represents the amount of depletion expense included in Federal K-1, Box 1 and reflected in Column 1. Column 9 lists total gross receipts allocated to you, by state, before any deductions. Differences between state amounts and federal amounts are due to rounding and variations between federal and state income tax laws.

(2) Bonus Depreciation

The Partnership has taken bonus depreciation in the prior years. Consult with your tax advisor on any potential federal bonus depreciation adjustment. As a result of changes to federal tax law regarding bonus depreciation, certain states may not conform to the calculation of bonus depreciation amounts for U.S. federal income tax purposes.

GENESIS ENERGY, L.P.**2020 OWNERSHIP SCHEDULE**

PARTNER NAME: TEJA KONDREDDI

PARTNER FEDERAL ID & ENTITY TYPE: XXX-XX-5407 / OTHER

CUSTODIAN FEDERAL ID (IF APPLICABLE):

This schedule details your transactional history regarding units of Genesis Energy, L.P. as reported to the Partnership by your broker or our transfer agent through December 31, 2020. This schedule is limited to all units that are reported as owned by the partner federal identification number and entity type shown above.

NOTE: A separate schedule and related Tax Package may be issued for any other entity types associated with the partner federal identification number shown above.

The transactional information contained below has been utilized to prepare this Tax Package. If this transactional information is incorrect, then the information reported in this Tax Package (as well as the information reported to the IRS) may be incorrect. **Please contact Partner DataLink at (855) 502-0936 or GenesisK1Help@deloitte.com by May 15, 2021 to report any errors or inaccuracies.**

NOTE: If you submit corrections to us after that date, you may be required to file Form 8082, Notice of Inconsistent Treatment or Administrative Adjustment Request, with the IRS.

THE SCHEDULE IS NOT PROOF OF OWNERSHIP

| TRANSACTION | | BROKER OR CERTIFICATE NUMBER | UNITS |
|--------------------------|------------|---------------------------------|-----------|
| DESCRIPTION | DATE | | |
| AC BUY | 04/13/2020 | BROKER - RBS | 35.0000 |
| DA SELL | 05/11/2020 | BROKER - RBS | (35.0000) |
| END OF YEAR UNITS | | | 0.0000 |

GENESIS ENERGY, L.P.

2020 SALES SCHEDULE

PARTNER NAME: TEJA KONDREDDI

PARTNER FEDERAL ID & ENTITY TYPE: XXX-XX-5407 / OTHER

CUSTODIAN FEDERAL ID (IF APPLICABLE):

This schedule is provided to assist you in calculating your gain or loss from the disposition of all or a portion of your units for 2020. If you disposed of units during 2020, this schedule should reflect such information and should agree with any current year dispositions reflected on your Ownership Schedule.

NOTE: This Sales Schedule reflects unit dispositions on a "unified tax basis" in the Partnership. This approach is consistent with IRS Revenue Ruling 84-53, which provides that a partner has unified basis in its total partnership interest, and that a partial sale of the total interest represents a partial sale of each portion of the interest acquired in separate transactions up to that point. Each partner must make his or her own determination of the amount of basis to be associated with units that are sold. The Partnership expresses no opinion on the appropriate methodology to be used in making this determination and has provided this schedule solely as a courtesy. Please consult your tax advisor to obtain advice on how this determination should be made. This schedule is not provided to the IRS by the Partnership. **If the information contained herein is incorrect or you wish to advise us how to attribute your basis to the units you sold, please contact Partner DataLink at (855) 502-0936 or GenesisK1Help@deloitte.com by May 15, 2021.**

How to Utilize this Schedule (in consultation with your tax advisor):

From your records, enter your Sales Proceeds (net of brokerage commissions) in Column 3. Column 4 Estimated Original Purchase Amount or Cost Basis is an estimated amount based on the original cost provided to us, adjusted by prior dispositions.

Column 5 represents your cumulative allocable share of income less losses and distributions with respect to the units sold. To determine Total Gain or Loss in Column 6, subtract the sum of Column 4 and Column 5 from Column 3. Your total gain must be split into two categories (capital and ordinary). The ordinary gain is reflected in Column 7. To determine your Capital Gain or Loss in Column 8, subtract Column 7 from Column 6. Use the amount in Column 9 to report your adjustment for Alternative Minimum Tax purposes. To determine your Adjusted Taxable Income under section 163(j), include your gain/loss in Column 6 reduced by Column 10.

| (1) Units Disposed | (2) Disposition Date | (3) Sales Proceeds | (4) Estimated Original Purchase Amount or Cost Basis | (5) Cumulative Adjustment to Basis | (6) Total Gain or Loss (-) | (7) & (8) Gain or Loss Classification | | (9) AMT Adjustment | (10) Section 163(j) Adjustment |
|-----------------------|-------------------------|-----------------------|---|---------------------------------------|-------------------------------|--|--------------------------------------|-----------------------|-----------------------------------|
| | | | | | | Ordinary Gain or Loss (-) | Capital Gain or Loss (-) | | |
| 35 | 05/11/2020 | | 179 | (30) | | 24 | | (2) | 26 |
| PARTNER TOTALS | | | | | | 24 | | (2) | 26 |
| REFERENCES | | | | | | Form 4797 Part II, Line 10 | Form 1040 Sch. D and Form 8949 | Form 6251 Line 2k | |

NOTES:

- (1) If you have Ordinary Gain in Column 7, an IRC Section 751 statement must be attached to your tax return. The statement should read as follows: "The taxpayer has reported ordinary income upon the disposition of units in Genesis Energy, L.P. as provided by the Partnership. The amount was determined in accordance with Internal Revenue Code Section 751. Detailed information is available from the Partnership upon request."
- (2) If you disposed of a portion of your Partnership interest, any loss resulting therefrom may be subject to the passive activity loss limitation rules. Gain determined from this sales schedule will be considered Net Investment Income and may be subject to an additional 3.8% tax if you are a passive investor with respect to the activities of the Partnership. Please consult your tax advisor to determine if your gain is Net Investment Income and whether you are subject to this 3.8% tax.
- (3) The Cumulative Adjustments to Basis reported in Column 5 includes reduction for the amount of Excess Business Interest Expense from 2018 and 2019 related to your sold units.
- (4) If your 2018 and/or 2019 Schedule K-1 showed any Excess Business Interest Expense in Box 13K and you sold any of your partnership interest in 2020, please consult your tax advisor regarding adjusting the basis of your sold partnership interest by any amount that was never deducted.
- (5) Certain states may require that nonresidents apportion the gain on sale of partnership units to their state. The applicable current apportionment factors for states identified as imposing such requirements are as follows: Idaho: 0.31240%, Montana: 0.11117% and Oklahoma: 0.12800%. The reporting requirements for each state may vary, and there could be additional states with similar requirements; therefore, it is important to consult with your tax preparer in completing any applicable state returns.

Genesis Energy, L.P.

List of Tax Reporting Items and Definitions:

Identification Number:

Partnership Federal Identification Number - This is the federal taxpayer identification number for the Partnership. This number must be reported on your U.S. Individual Income Tax Return, Form 1040, Schedule E, Part II, Column (d), "Employer Identification Number." 76-0513049

Passive Activity Income or (Loss) Items:

Net Ordinary Income or (Loss) (Box 1 on Federal Schedule K-1 and Column 1 on State Schedule) - This amount reflects your share of the Partnership's ordinary income or loss before any separately reported items. This amount should be reported on your U.S. Individual Income Tax Return, Form 1040, Schedule E, Part II Column (g) or (h). **IMPORTANT - IF YOUR SCHEDULE K-1 SHOWS A LOSS FROM PASSIVE ACTIVITY, YOU MAY NEED TO ADJUST CERTAIN AMOUNTS REPORTED ON THE FEDERAL AND STATE SCHEDULE TO REFLECT THE PASSIVE ACTIVITY LOSS LIMITATIONS.**

The tax law characterizes the tax reporting items of income, gain, loss, and deduction from a publicly traded limited partnership interest as relating to either passive or portfolio activities. The tax law limits the recognition of losses from passive activities of a publicly traded limited partnership to the amount of passive activity income from that same partnership. Net passive activity income from a publicly traded limited partnership is fully recognized. The income cannot be offset by net passive activity losses from other sources, including other publicly traded partnerships. Passive activity losses that are not recognized currently are suspended until:

- a. the partner is allocated net passive activity income from the same partnership against which the suspended losses can be offset, or
- b. the partner disposes of all its interest in the partnership, at which time the suspended losses are fully recognized.

Net Section 1231 Gain or (Loss) (Box 10 on Federal Schedule K-1 and Column 3 on State Schedule) - These amounts reflect your share of gain or loss from the disposition of trade or business assets held by the Partnership for more than one year. The amount from Box 10 should be reported on Form 4797, Line 2. Write "From Genesis Energy, L.P., 76-0513049"

Portfolio Items:

Portfolio Interest Income (Box 5 on Federal Schedule K-1 and Column 2 on State Schedule) - This item represents your share of portfolio interest income. Report this amount on Form 1040, Line 2B.

Other Reporting Items:

Investment Interest Expense (Box 13H on Federal Schedule K-1 and Column 6 on State Schedule) - This amount is used in the computation of the limitation on deductible interest expense. Report this amount on Form 4952, Box 4a.

Investment Income (Box 20A on Federal Schedule K-1) - This amount is used in the computation of the limitation on deductible interest expense. Report this amount on Form 4952, Line 4a.

Alternative Minimum Tax Depreciation Adjustment (Box 17A on Federal Schedule K-1) - Property placed in service after 1986 generally must be depreciated differently for AMT purposes than for regular tax purposes. The net difference between depreciation for AMT purposes and depreciation for regular tax purposes is an adjustment for the calculation of your alternative minimum tax. This amount should be reported on Form 6251, line 2l.

Unrelated Business Taxable Income or Loss (Box 20V on Federal Schedule K-1) - If your investment in the Partnership was made through an IRA, Keogh or other qualified retirement plan, or if you are any other tax-exempt entity, your trustee may be required to report a portion of the taxable income or loss as unrelated to your tax-exempt purpose on IRS Form 990-T (Exempt Organization Business Income Tax Return). You should consult your trustee or personal tax advisor for the appropriate tax treatment. It should be noted that recent legislation added new section 512(a)(6) to the Code. Under this new provision, an organization subject to the unrelated business income tax under section 511 (i.e., tax exempt organizations), with more than one unrelated trade or business, will be required to calculate unrelated business taxable income (UBTI) separately with respect to each trade or business.

Net Investment Income Tax - Net Investment Income Tax is an additional U.S. federal income tax (3.8%). Net Investment Income includes, but is not limited to, all income from interest, dividends, capital gains, rents and royalties, and distributive share of partnership income from passive activities. Please consult your tax advisor to determine if income disclosed on this Schedule K-1 is subject to Net Investment Income Tax (reportable on Form 8960) and whether you are subject to this tax.

Form 8082 - Notice of Inconsistent Treatment or Administrative Adjustment Request (AAR):

Unitholders in the Partnership should include amounts in their income tax returns that are consistent with the amounts the Partnership reports to the Internal Revenue Service on Schedules K-1. Form 8082 - Notice of Inconsistent Treatment or Administrative Adjustment Request (AAR) must be filed if Partnership tax items are reported in a Partner's income tax return in a manner or amount that is inconsistent with the way the Partnership reported the items.

The partnership will be filing a Schedule K-1 with the Internal Revenue Service based upon amounts reported in this Individual Income Tax Reporting Package unless notified by the investor of necessary corrections prior to May 15, 2021. In such cases, the corrected information will be filed with the IRS based upon the investor correspondence received by the Partnership.

IMPORTANT: If the amounts of taxable income, gain, deduction, loss, or credit you report in your income tax return to the Internal Revenue Service for the Partnership differ from those in this Individualized Income Tax Reporting Package, you must complete Form 8082 as follows:

- Part I line 1 Check box 1 (a)
- Part I line 2 Check box 2 (f)
- Part I line 3 Enter 76-0513049
- Part I line 4 Enter Genesis Energy,
L.P. 919 Milam, Suite
2100 Houston, TX 77002
- Part I line 5 Enter Ogden, Utah

List of Tax Reporting Items and Definitions:

INFORMATION REQUIRED BY SECTION 199A

Section 199A, which was enacted under legislation commonly referred to as the "TCJA" in late 2017, allows a deduction of up to 20 percent of "qualified publicly traded partnership income" (QPTPI) for individuals, estates, and certain trusts, subject to various limitations. The partnership is engaged in a single trade or business that is not a specified services trade or business (SSTB). Your allocable share of QPTPI for tax year 2020 is the amount shown in Box 20Z ("Section 199A PTP income"). This amount assumes that none of the relevant losses or deductions are suspended for loss limitations under sections 704(d), 465, 469, or otherwise. If any of these loss limitations apply, a taxpayer's QPTPI amount may be subject to adjustment accordingly.

Net section 1231 gains and losses generally do not constitute QPTPI. Nonetheless, such gains and losses may be treated as constituting a portion of a taxpayer's QPTPI if the amounts are shown on an individual return and are treated as ordinary. If any section 1231 gains and losses from this partnership are treated as ordinary, the amount reported as QPTPI should be adjusted accordingly. For additional details, see the instructions to IRS Form 8995 and 8995-A. As indicated in the schedule of QPTPI in Box 20Z, the partner should add to QPTPI the amounts reported as Ordinary Gain on its Sales Schedule. Please consult your tax advisor regarding the application of section 199A to your situation.

INFORMATION REQUIRED BY SECTION 163(j)

Section 163(j), as revised by the TCJA, limits the deductibility of interest in certain circumstances. Although the limitation is applied at the partnership level, certain attributes used to determine the applicability of the limitation must be passed to the partners of the partnership. Because the partnership had no interest limitation in 2020, there is no excess business interest expense to report. Additionally, the partnership has no excess business interest income. Your allocable share of Excess Taxable Income (ETI), which is relevant for the purpose of calculating your Section 163(j) limitation, is the amount shown in Box 20, Code AE. Your share of ETI will also free up excess business interest expense reported to you in Box 13K on your 2018 and 2019 Schedule K-1s.

Additionally, the CARES Act permits 50 percent of a partner's 2019 excess business interest expense reported to you in Box 13K to be deductible in 2020 without regard to section 163(j). Please consult your tax advisor. Any Box 13K amounts from 2018 and 2019 that are deducted in 2020 will no longer need to adjust the basis of your partnership interest on disposition.

STATE INCOME TAXES

Resident State Filing Guidelines:

Generally, the amounts reported on the Schedule K-1 and State Schedule are needed to prepare your income tax return for the state in which you live. You should consult your tax advisor concerning the proper tax treatment in your state of residence.

Non-resident State Filing Guidelines:

The Partnership operates in numerous states that impose an income tax on a partner's share of the partnership income allocable to such states. You may be required to file a tax return with the states even though you are not a resident of these states. The State Schedule represents allocations of your share of the federal amounts to the states in which the partnership operates. If you are required to file a nonresident return, you should enter your share of Partnership tax items attributable to the particular state on your state tax return.

QUESTIONS AND ANSWERS

Q. Do I report any cash I received as my taxable income?

A. No. The cash distribution you received represents your share of the partnership's available cash and should be treated as a return of capital to the extent of your basis. If your distribution exceeds your tax basis, you must recognize the excess as additional income in order to restore your tax basis to zero.

Q. Why is the amount of cash I received different than the amount of income I have to report on my individual income tax return?

A. The cash you receive is a return of capital and represents your share of the partnership's available cash. The amount you are required to include in your individual income tax return is your share of the partnership's income and related items, allocated based on the number of units you owned during 2020 and reported on your Schedule K-1. These amounts differ due to changes in cash flow and depreciation (a non-cash expense).

Q. What is a Schedule K-1?

A. Genesis Energy, L.P. is a publicly traded limited partnership consisting of a general partner and many limited partners (the investing public). Therefore, all income and expenses flow through to the unitholders to be reported on their individual tax returns. The Partnership is required to file a Form 1065 with the IRS that includes a Schedule K-1 for each unitholder reporting their respective tax information.

Q. Why am I receiving a Schedule K-1 rather than a Form 1099?

A. Form 1099s are used to report dividends and interest (among other items), rather than partnership information.

Q. How is my basis affected by cash distributions and partnership net income?

A. The cash distributions you receive are a return of capital and decrease your basis in the partnership. At year end, your basis is increased by your share of the partnership's taxable income allocated to you on your Schedule K-1.

Q. What is Unrelated Business Taxable Income (UBTI)?

A. UBTI is a tax-exempt organization's (including IRAs, Keogh and other qualified retirement plans) distributive share of gross income and allowable deductions of a publicly traded partnership that is considered to be unrelated to the regular activities of the tax-exempt organization and therefore includable in taxable income, but which may be offset by a \$1,000 deduction.

Q. What is the Alternative Minimum Tax (AMT) Depreciation Adjustment?

A. The AMT depreciation adjustment amount represents the difference between depreciation for AMT purposes and depreciation for regular tax purposes. This adjustment is necessary in the calculation of your alternative minimum tax.

Q. What should I do if the information in my tax package is incorrect?

A. Contact Partner DataLink via one of the provided methods by May 15, 2021. Partner DataLink for Genesis Energy, L.P. will update its records and will send you corrected tax information.

Q. Do I have to file tax returns in any state in which I do not live?

A. Certain states require unitholders to file tax returns in the states in which the Partnership operates. General information regarding the filing requirements of these states can be found in the State Income Taxes section of these Instructions.