

NUSTAR GP, LLC

COMPENSATION COMMITTEE CHARTER

Article I. Purpose

The Compensation Committee (the “Committee”) of the Board of Directors (the “Board”) of NuStar GP, LLC (the “NuStar GP”), the general partner of Riverwalk Logistics, L.P., the general partner of NuStar Energy L.P. (the “Company”), assists the Board with its responsibilities relating to executive and director compensation, as well as oversight of the Company’s compensation programs and policies.

Article II. Composition

1. The Committee shall be composed of at least three members of the Board, one of whom shall be designated by the Board as Chair. Committee members shall be appointed by the Board. Members of the Compensation Committee may be removed by the Board.
2. Each member shall meet the independence requirements of the New York Stock Exchange (the “NYSE”) and meet any other standards prescribed by applicable law. In addition, all members of the Committee shall meet the definition of “non-employee director” under Rule 16b-3 of the Securities Exchange Act of 1934.

Article III. Duties, Responsibilities, Authority

1. The Committee shall have direct responsibility to review and approve goals and objectives relevant to CEO compensation, evaluate the CEO’s performance in light of those goals and objectives, and determine and approve the CEO’s overall compensation level based on this evaluation. In determining the incentive components of CEO compensation, factors that will be considered include the Company’s performance and relative unitholder return, the value of similar incentive awards to CEOs at comparable companies, and the awards given to the CEO in past years.
2. The Committee shall review and approve the annual base salaries and incentive awards for the senior executives.
3. The Committee shall review and approve the following as they affect the CEO and senior executives: (a) employment and severance arrangements, and (b) change-of-control agreements and provisions affecting compensation and benefits.
4. The Committee shall approve and administer the Company’s compensation plans, including its unit option, restricted unit, incentive bonus and other equity-based plans.
5. The Committee shall (a) review the compensation policies and programs of the Company, (b) review and adopt equity-based compensation plans of the Company, (c) oversee the administration of the Company’s equity-based compensation plans, and (d) approve amendments to and interpretations of the Company’s equity-based compensation plans.

6. The Committee shall conduct periodic reviews of director compensation and make recommendations to the Board regarding directors' compensation. The Committee shall approve and administer compensation and benefit plans for the non-employee directors, including any non-employee director unit option plans and restricted unit plans.
7. The Committee shall review the Company's management succession planning programs for senior executives.
8. The Committee shall annually review its own performance. The Committee shall assess annually the adequacy of, and its compliance with, this Charter.
9. The Committee has sole authority to retain and terminate any consultant that is engaged to evaluate compensation for the CEO, senior executives or directors, and sole authority to approve the consultant's fees and other engagement terms. The Committee also has authority to obtain independent assistance from legal, accounting or other advisors. The Committee, in selecting any such consultant, legal, accounting or other advisor, shall comply with the rules of the NYSE, including taking into consideration any independence factors prescribed by the NYSE. The Committee shall set the compensation, and oversee the work of, any such consultant, legal, accounting or other advisor to the Committee. The Company shall provide appropriate funding, as determined by the Committee, for payment of ordinary administrative expenses of the Committee that are necessary or appropriate in carrying out its duties and for payment of compensation to any consultant, legal, accounting or other advisor retained by the Committee.
10. The Committee may delegate to the Chairman of the Board the authority to approve and cause to be placed into effect amendments to employee benefit plans deemed necessary or appropriate in order to comply with any applicable federal or state statute or regulation or otherwise deemed advisable by the Chairman of the Board, provided however, that the Chairman of the Board shall not have the authority to approve any such amendment if such amendment would (a) materially increase the benefits accruing to participants under such plan, (b) materially modify the requirements for eligibility for participation in such plan, (c) increase the securities issuable under such plan or (d) require approval by the unitholders under any provision of the Eighth Amended and Restated Agreement of Limited Partnership of the Company, as such may be amended from time to time, or any federal or state statute or regulation or the rules of the NYSE.
11. The Committee shall review and discuss with management the disclosures made in the Company's annual report under "Compensation Disclosure and Analysis." The Committee shall produce a compensation committee report on executive compensation as required by the Securities and Exchange Commission to be included in the Company's annual report or proxy statement.

Article IV. Meetings and Reporting

1. A majority of the members of the Committee will constitute a quorum for the transaction of business, and the act of a majority of the members present at any meeting at which there is a quorum shall be the act of the Committee.
2. The Chair shall schedule and preside at all meetings of the Committee. In the absence of the Chair, the majority of the members of the Committee present at a meeting shall appoint a member to preside at the meeting.
3. The Chair of the Committee shall report to the Board following each Committee meeting, and as otherwise required by the Chairman of the Board.