

**Common Carrier Pipeline**

**ANNUAL REPORT**

**For Year Ending December 31, 2012**

**Of**

**Front Range Pipeline, LLC**

**to**

**The Public Service Commission**

**OF THE STATE OF MONTANA**

**Dept Use Only**

Received	
Date	_____
By	_____

# OPERATING PROPERTY

FOR YEAR 2012

	System		Montana	
	Balance Begin Year	Bal End Year	Balance Begin Year	Bal End Year
<b>GATHERING LINES</b>				
Land .....	-	-	-	-
Right of Way .....	-	-	-	-
Line Pipe .....	-	-	-	-
Line Pipe Fittings .....	-	-	-	-
Pipeline Construction .....	-	-	-	-
Buildings .....	-	-	-	-
Boilers .....	-	-	-	-
Pumping Equipment .....	-	-	-	-
Machine Tools & Machinery .....	-	-	-	-
Other Station Equipment .....	-	-	-	-
Oil Tanks .....	-	-	-	-
Delivery Facilities .....	-	-	-	-
Communication Systems .....	-	-	-	-
Office Furniture & Equipment .....	-	-	-	-
Vehicles & Other Work Equipment ...	-	-	-	-
Other Property .....	-	-	-	-
<b>TOTAL</b> .....	-	-	-	-
<b>TRUNK LINES</b>				
Land .....	39,453	39,453	39,453	39,453
Right of Way .....	1,688,460	1,696,676	1,688,460	1,696,676
Line Pipe .....	29,498,324	29,649,418	29,498,324	29,649,418
Line Pipe Fittings .....	1,622,465	1,622,465	1,622,465	1,622,465
Pipeline Construction .....	51,315,646	52,378,638	51,315,646	52,378,638
Buildings .....	905,927	905,927	905,927	905,927
Boilers .....	-	-	-	-
Pumping Equipment .....	4,048,728	4,092,726	4,048,728	4,092,726
Machine Tools & Machinery .....	23,079	23,079	23,079	23,079
Other Station Equipment .....	4,982,322	4,982,322	4,982,322	4,982,322
Oil Tanks .....	4,118,940	4,118,940	4,118,940	4,118,940
Delivery Facilities .....	-	-	-	-
Communication Systems .....	1,050,787	1,050,787	1,050,787	1,050,787
Office Furniture & Equipment .....	32,382	32,382	32,382	32,382
Vehicles & Other Work Equipment ...	-	-	-	-
Other Property .....	109,226	109,226	109,226	109,226
<b>TOTAL</b> .....	99,435,739	100,702,040	99,435,739	100,702,040
<b>GENERAL</b>				
Land .....	-	-	-	-
Buildings .....	-	-	-	-
Machine Tools & Machinery .....	-	-	-	-
Communication Systems .....	-	-	-	-
Office Furniture & Equipment .....	-	-	-	-
Vehicles & Other Work Equipment ...	49,399	49,399	49,399	49,399
Other Property .....	-	-	-	-
Construction Work in Progress .....	751,281	992,737	751,281	992,737
<b>TOTAL</b> .....	800,680	1,042,137	800,680	1,042,137
<b>GRAND TOTAL</b> .....	100,236,419	101,744,177	100,236,419	101,744,177

# NON-OPERATING PROPERTY

As of December 31, 2012

(Include only the NonCarrier Property which is Included on the Balance Sheet)

Name & Description of Property held at close of year	Date Included as Noncarrier	Book Cost Close Of Year	Market Value Close of Year	Remarks
1/3 HP BENCH GRINDER (8218)	12/1/1986	-		
CURTIS AIR COMPRESSOR (8219)	12/2/1986	-		
CENTRIFUGE (MODEL 100) (8220)	12/3/1986	-		
SCRUBBER (8221)	12/4/1986	-		
1,527 BBL HIGH BOLTED OILMONT STATION (8214)	12/5/1986	-		
80 SQ' 10x16 CNTRLR BLDG CUTBANK T/F (8110)	12/6/1986	-		
96 SQ' METER BUILDING CUTBANK T/F (8111)	12/7/1986	-		
NEW MAINLINE PUMP UNIT AT KEVIN STATION (831)	12/8/1986	-		
192 SQ' 12x16 OFFICE ADDN FEY STATION (8222)	12/9/1986	-		
NEW MAINLINE PUMP UNIT AT KEVIN STATION (821)	12/10/1986	-		
6" RECEIPT LINE FROM UNOCAL ACT UNIT (8246)	12/11/1986	953.89		
MISCELLANEOUS EQUIPMENT (8196)	12/12/1986	-		
MISCELLANEOUS EQUIPMENT (8192)	12/13/1986	-		
3 LINE CONTROL METERS FEY STATION (8226)	12/14/1986	-		
CATHODIC PROTECTION SYS (8230)	12/15/1986	-		
CATHODIC PROTECTION (8229)	12/16/1986	-		
MISCELLANEOUS EQUIPMENT (8193)	12/17/1986	-		
MISCELLANEOUS EQUIPMENT (8194)	12/18/1986	-		
500 BBL BOLTED STEEL CUTBANK T/F(8207)	12/19/1986	-		
76.47 MILES PIPE (8419)	12/20/1986	-		
CPL CONNECTION (OB)	12/21/1986	-		
CPL CONNECTION (OB)	12/22/1986	-		
CPL CONNECTION (OB)	12/23/1986	-		
CPL CONNECTION (OB)	12/24/1986	-		
CPL CONNECTION (OB)	12/25/1986	1,219.56		
LAUREL STATION (OB)	12/26/1986	-		
17.27 8" PIPE	12/27/1986	-		
CPL CONNECTION GLENDIVE & MINOT PROVERS	12/28/1986	-		
<b>TOTAL</b>		2,173.45	-	

# INCOME ACCOUNT

MONTANA

As of December 31, 2012

	This Year	Last Year
<b>Operating Revenues</b>		
Pipeline Operating Revenues .....	25,078,579	24,161,450
Other Earnings from Operations .....		
Total Operating Revenues.....	25,078,579	24,161,450
<b>Operating Expenses</b>		
Pipeline Trans. & Other Oper. Expenses.....	7,154,459	5,633,785
Rental Expenses .....		
General Expenses .....		
Total .....	7,154,459	5,633,785
Depreciation .....	4,813,329	4,851,901
Taxes, Federal Excluded.....	3,634,128	3,269,398
Federal Taxes.....		
Total Operating Expenses.....	15,601,915	13,755,085
Net Operating Expenses.....	9,476,664	10,406,366
Non-Operating Revenues (Net).....		
Gross Income .....		
<b>Deductions From Gross Income</b>		
Interest on Funded Debt.....	(1,804,934)	(1,532,624)
Interest on Other Debt .....		
Other Deductions .....	(67,000)	(12,013)
Total .....	(1,871,934)	(1,544,637)
Net Income .....	11,348,597	11,951,003
<b>Disposition Of Net Income</b>		
Dividends.....		
Surplus or Deficit for Year .....		
Surplus or Deficit Beginning of Year .....		
Adjustments During Year .....		
Surplus or Deficit at Close of Year		

# ALLOCATION INFORMATION

Front Range Pipeline, LLC  
As of December 31, 2012

BASIC DATA	SYSTEM	MONTANA	BALANCE OF SYSTEM
<b>INVESTMENT</b>			
Lines of Pipe.....	\$ 86,297,922.90	\$ 86,297,922.90	\$ -
Other(included CWIP, M & S)....	\$ 15,396,854.23	\$ 15,396,854.23	\$ -
<b>USE</b>			
Barrell Miles.....	7,006,321,486	7,006,321,485.93	0.00
<b>TERMINAL</b>			
Originating Barrels.....	34,986,288	34,986,288.26	0.00
Terminating Barrels.....	35,005,635	35,005,634.86	0.00
<b>MILES</b>			
Pipe.....	405.36	405.36	0.00

**Notes:**



AFFIDAVIT

STATE OF MONTANA ) ss  
County of Yellowstone )

I, the undersigned, on oat do say that the foregoing return and any accompanying schedules have been prepared from the original books, papers and records of Front Range Pipeline LLC; that I have carefully examined the same; and declare the same to be a complete and correct statement of the business and affairs of the said company in respect to each and every matter ant thing set forth, to the best of my knowledge and belief; and I further say that no deductions were made before stating the gross earnings or receipts herein set forth, except those shown in the foregoing accounts.

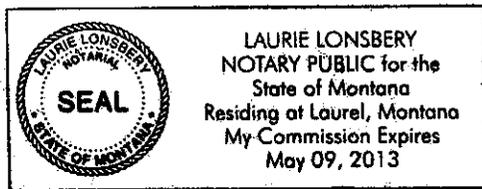
John Inceper  
(Signature)

Vice President & Treasurer  
(Official Title)

SUBSCRIBED AND SWORN to before me at  
this 11<sup>th</sup> day of April, 2013

FRONT RANGE PIPELINE LLC

Laurie Lonsbery / Laurie Lonsbery  
(Notary Public)



Laurie Lonsbery  
(Name printed or typed)

My Commission Expires: May 9<sup>th</sup>, 2013