

Common Carrier Pipeline

ANNUAL REPORT

For Year Ending December 31, 2013

OF

Phillips 66 Pipeline LLC

to

THE PUBLIC SERVICE COMMISSION

OF THE STATE OF MONTANA

Dept. Use Only

Received	
Date	_____
By	_____

INSTRUCTIONS

Section 69-13-301, MCA, Requirements in ARM 38.7.102, **Rule II: ANNUAL REPORTS** (1) Each Intrastate Common Carrier Pipeline Company shall file with the Commission, at its office in Helena, MT an annual report for each calendar year. This Report shall be filed not later than the 30th day of April next following the year for which the report is made. The report shall show the names of officers, directors and the residences of each; amount of capital stock and bonded indebtedness outstanding; capital investment with additional investments made during the year; assets and liabilities; revenues and expenditures; depreciation; statistical data as to petroleum delivered and lost during transportation (as it relates to Montana).

(2)... The above stated ARM 38.7.102 may be fulfilled by submission of Federal Energy Regulatory Commission (FERC) Form 6 Annual Report of oil pipeline companies, supplemented by such other forms as the Commission may prescribe. The supplemental forms shall be duly verified under oath by an officer of the company.

OPERATING PROPERTY

For Year 2013

	System		Montana	
	Bal Begin Year	Bal End Year	Bal Beg Year	Bal End Year
GATHERING LINES				
Land	573,156	471,605	0	0
Right of Way	2,986,711	2,666,444	65,667	65,667
Line Pipe	20,308,284	17,866,225	0	0
Line Pipe Fittings	9,385,378	8,278,550	0	0
Pipeline Construction	29,214,421	25,130,171	23,261	23,261
Buildings	2,391,366	2,485,711	0	0
Boilers	0	0	0	0
Pumping Equipment	3,694,944	4,505,103	0	0
Machine Tools & Machinery	929,345	863,412	0	0
Other Station Equipment	25,149,696	31,711,713	0	0
Oil Tanks	21,637,291	18,317,627	0	0
Delivery Facilities	604,218	695,413	0	0
Communication Systems	1,114,674	680,425	0	0
Office Furniture and Equipment	109,591	188,461	0	0
Vehicles & Other Work Equipment	170,117	177,789	0	0
Other Property	755	2,194	0	0
Asset Retirement Costs for Gathering Lines	0	0	0	0
TOTAL	118,269,947	114,040,843	88,928	88,928
TRUNK LINES				
Land	3,752,580	4,184,292	173,913	645,029
Right of Way	18,930,661	19,508,131	747,023	747,023
Line Pipe	179,350,688	184,650,274	22,783,676	24,101,195
Line Pipe Fittings	73,011,084	71,432,770	11,777,080	12,543,043
Pipeline Construction	309,367,059	339,374,900	34,602,837	48,167,957
Buildings	20,046,961	23,204,722	2,879,938	3,607,461
Boilers	1,283,935	1,155,942	0	
Pumping Equipment	40,982,805	40,309,306	12,589,847	13,638,700
Machine Tools & Machinery	424,462	570,297	200,055	200,055
Other Station Equipment	157,436,562	157,365,893	38,018,708	39,979,282
Oil Tanks	74,929,068	75,515,709	6,266,847	6,317,613
Delivery Facilities	75,943,315	72,808,761	698,709	698,709
Communication Systems	12,820,088	13,031,125	135,231	135,231
Office Furniture and Equipment	23,470,928	22,989,466	2,587,843	92,873
Vehicles & Other Work Equipment	9,189,054	9,699,807	47,257	39,437
Other Property	651,122	651,122	134,393	134,393
Asset Retirement Costs for Trunk Lines	(1,743,813)	9,023,390		
TOTAL	999,846,559	1,045,475,907	133,643,357	151,048,001
GENERAL				
Land	1,724	1,725		
Buildings	23,944	23,944		
Machine Tools & Machinery	26,377	26,377		
Communications Systems	0	0		
Office Furniture	1,341,118	1,341,118		
Vehicles & Other Work Equipment	(1,823)	(1,825)		
Other Properties	1,324,962	1,324,961		
Asset Retirement Costs for General Property	0	0		
Construction Work in Progress	69,602,567	93,470,887	18,542,326	4,388,354
TOTAL	72,318,869	96,187,187	18,542,326	4,388,354
GRAND TOTAL	1,190,435,375	1,255,703,937	152,274,611	155,525,283

INCOME ACCOUNT**MONTANA****As of December 31, 2013**

	This Year	Last Year
OPERATING REVENUES		
Pipeline Operating Revenues	37,093,632	31,969,690
Other Earnings from Operations	0	0
Total Operating Revenues	37,093,632	31,969,690
OPERATING EXPENSES		
Pipeline Trans. & Other Oper. Expenses	15,445,040	7,174,534
Rental Expense	2,107,712	2,003,651
General Expense	895,086	4,332,495
Total	18,447,838	13,510,680
Depreciation	3,926,809	2,996,002
Taxes, Federal Excluded	3,845,125	3,248,509
Federal Taxes	0	20,520,951
Total Operating Expenses	26,219,772	40,276,142
Net Operating Expenses	10,873,860	(8,306,452)
Non-Operating Revenues (Net)	4,478,261	478,304
Gross Income	15,352,121	(7,828,148)
DEDUCTIONS FROM GROSS INCOME		
Interest on Funded Debt		
Interest on Other Debt		
Other Deductions		
Total	0	0
Net Income	15,352,121	(7,828,148)
DISPOSITION OF NET INCOME	Not Allocated Among States	
Dividends		
Surplus or Deficit for Year		
Surplus or Deficit Beginning of Year		
Adjustments During Year		
Surplus or Deficit at Close of Year		

ALLOCATION INFORMATION

PHILLIPS 66 PIPELINE LLC

As of December 31, 2013

BASIC DATA	SYSTEM	MONTANA	BALANCE OF SYSTEM
INVESTMENT			
Lines of Pipe	\$1,162,233,050	\$151,136,929	\$1,011,096,121
Other (included CWIP, M & S)	\$93,470,887	\$4,388,354	\$89,082,533
USE			
Barrel Miles	52,377,739,474	5,452,814,428	46,924,925,046
TERMINAL			
Originating Barrels	435,663,137	8,936,672	426,726,465
Terminating Barrels	336,161,298	24,352,081	311,809,217
MILES			
Pipe	5,886	960	4,926

NOTES:

**PROPERTIES IN MONTANA PURCHASED OR SOLD DURING
THE YEAR 2013**

TYPE	LOCATION	PURCHASE OR SALES PRICE
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No acquisitions or dispositions of properties in Montana

AFFIDAVIT

STATE OF OKLAHOMA)
) ss.
County of WASHINGTON)

I, the undersigned, on oath do say that the foregoing return and any accompanying schedules have been prepared from the original books, papers and records of Phillips 66 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.

Gary Clendenning
(Signature)

Gary Clendenning
Coordinator, Regulatory Reporting
(Official Title)

SUBSCRIBED AND SWORN to before me at Bartlesville, Oklahoma
this 29th day of April, 2013.

Molly Marie Jellison
(Notary Public)



Molly Jellison
(Name printed or typed)

My Commission Expires: October 24, 2016