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PUBLIC SERVICE
COMMISSION

Common Carrier Pipeline

ANNUAL REPORT

For Year Ending December 31, 2007

OF

ConocoPhillips Pipe Line Company

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 2007

	System		Montana	
	Bal Begin Year	Bal End Year	Bal Beg Year	Bal End Year
GATHERING LINES				
Land	567,195	567,195	782	782
Right of Way	2,959,561	2,951,909	65,667	65,667
Line Pipe	20,042,168	20,020,004	1,088,954	1,088,954
Line Pipe Fittings	8,297,781	8,323,253	169,964	169,964
Pipeline Construction	33,066,904	33,017,810	1,308,913	1,308,913
Buildings	1,919,988	1,911,447	86,710	86,710
Boilers	0	0		
Pumping Equipment	3,874,120	3,719,241	83,198	83,198
Machine Tools & Machinery	1,068,847	1,067,747	4,632	4,632
Other Station Equipment	24,983,357	24,410,872	574,783	574,783
Oil Tanks	9,144,594	10,495,377	189,711	189,711
Delivery Facilities	(43,394)	(26,898)	3,239	3,239
Communication Systems	1,085,267	992,765	3,821	3,821
Office Furniture and Equipment	126,377	157,495	4,556	4,556
Vehicles & Other Work Equipment	83,096	83,096	9,763	9,763
Other Property	39,542	39,542	43,798	43,798
Asset Retirement Costs for Gathering Lines	0	0	0	0
TOTAL	107,215,403	107,730,855	3,638,491	3,638,491
TRUNK LINES				
Land	5,203,460	5,333,238	173,913	173,913
Right of Way	19,069,463	22,746,925	612,912	617,399
Line Pipe	182,148,353	187,065,479	21,917,704	22,041,295
Line Pipe Fittings	39,020,952	47,345,915	5,794,754	6,911,992
Pipeline Construction	282,826,535	301,406,897	30,590,134	30,704,262
Buildings	17,982,425	18,274,137	2,571,877	2,573,982
Boilers	1,849,637	1,849,637		
Pumping Equipment	43,338,453	43,406,411	11,294,539	12,048,589
Machine Tools & Machinery	658,396	658,396	193,446	193,446
Other Station Equipment	165,244,126	166,822,751	35,394,477	36,182,152
Oil Tanks	67,167,025	69,310,752	4,071,889	4,071,889
Delivery Facilities	70,060,596	73,905,889	(28)	44,622
Communication Systems	5,087,840	5,351,034	285,096	285,096
Office Furniture and Equipment	15,091,611	15,169,495	26,499	26,499
Vehicles & Other Work Equipment	11,158,082	12,031,501	(50,948)	(27,409)
Other Property	644,347	652,740	134,393	142,786
Asset Retirement Costs for Trunk Lines	12,714,593	12,714,593	0	0
TOTAL	939,265,894	984,045,790	113,010,657	115,990,513
GENERAL				
Land	1,724	1,724	0	
Buildings	23,944	23,944	0	
Machine Tools & Machinery	26,377	26,377	0	
Communications Systems	0	0	0	
Office Furniture	1,525,204	1,525,204	0	
Vehicles & Other Work Equipment	(1,668)	(1,668)	0	
Other Properties	1,324,961	1,324,961	0	
Asset Retirement Costs for General Property	0	0	0	
Construction Work in Progress	46,952,796	31,621,401	2,525,377	3,317,806
TOTAL	49,853,338	34,521,943	2,525,377	3,317,806
GRAND TOTAL	1,096,334,635	1,126,298,588	119,174,525	122,946,810

NON-OPERATING PROPERTY**As of December 31, 2007**

(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
Pipeline at Mt. Vernon/Belle, Missouri	12/31/1977	1,826,702		
Missouri City to Sweeny pipeline located in Texas		1,280,004		
Noncarrier Terminal owned by ConocoPhillips				
St. Louis Terminal, St. Louis, MO		2,180,776		
Rack Terminals moved to Noncarrier in 2002				
LaJunta Terminal, LaJunta, Colorado	1/1/2002	1,709,279		
Denver Terminal, Denver, Colorado	1/1/2002	13,838,436		
Kansas City Terminal, Kansas City, Missouri	1/1/2002	11,928,013		
Jefferson City Terminal, Jefferson City, Missouri	1/1/2002	12,355,009		
St. Louis Terminal, St. Louis, Missouri	1/1/2002	3,214,721		
Wichita Terminal, Wichita, Kansas	1/1/2002	3,581,258		
Decatur Terminal, Decatur, Illinois	1/1/2002	7,558,702		
Kankakee Terminal, Kankakee, Illinois	1/1/2002	4,889,293		
East Chicago Terminal, East Chicago, Illinois	1/1/2002	34,187,827		
Minor Items, Less than \$1,000,000		7,883,359		
TOTAL		106,433,379		

INCOME ACCOUNT**MONTANA**

As of December 31, 2007

	This Year	Last Year
OPERATING REVENUES		
Pipeline Operating Revenues	30,919,626	33,127,983
Other Earnings from Operations	0	0
Total Operating Revenues	30,919,626	33,127,983
OPERATING EXPENSES		
Pipeline Trans. & Other Oper. Expenses	6,958,339	8,727,240
Rental Expense	1,922,714	1,845,423
General Expense	2,963,874	1,001,900
Total	11,844,927	11,574,563
Depreciation	3,104,682	2,953,256
Taxes, Federal Excluded	2,144,972	3,392,958
Federal Taxes	611,660	(998,971)
Total Operating Expenses	17,706,241	16,921,806
Net Operating Expenses	13,213,385	16,206,177
Non-Operating Revenues (Net)	577,172	13,665
Gross Income	13,790,557	16,219,842
DEDUCTIONS FROM GROSS INCOME		
Interest on Funded Debt		
Interest on Other Debt		
Other Deductions		
Total	0	0
Net Income	13,790,557	16,219,842
DISPOSITION OF NET INCOME		
Dividends	Not Allocated Among States	
Surplus or Deficit for Year		
Surplus or Deficit Beginning of Year		
Adjustments During Year		
Surplus or Deficit at Close of Year		

ALLOCATION INFORMATION

CONOCOPHILLIPS PIPE LINE COMPANY

As of December 31, 2007

BASIC DATA	SYSTEM	MONTANA	BALANCE OF SYSTEM
INVESTMENT			
Lines of Pipe	\$1,094,677,187	\$119,629,004	\$975,048,183
Other (included CWIP, M & S)	\$31,621,401	\$3,317,806	\$28,303,595
USE			
Barrel Miles	63,180,695,749	6,670,565,136	56,510,130,613
TERMINAL			
Originating Barrels	580,176,906	41,658,480	538,518,426
Terminating Barrels	271,218,706	30,300,018	240,918,688
MILES			
Pipe	6,693	967	5,726

NOTES:

**PROPERTIES IN MONTANA PURCHASED OR SOLD DURING
THE YEAR 2007**

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)

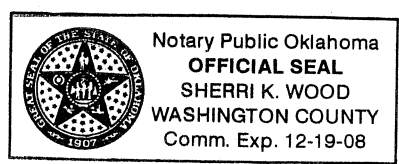
I, the undersigned, on oath do say that the foregoing return and any accompanying schedules have been prepared from the original books, papers and records of ConocoPhillips Pipe Line Company; that I have carefully examined the same; and declare the same to be a complete and correct statement of the business 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 L. Clendenning
Coordinator, Regulatory Reporting
(Official Title)

SUBSCRIBED AND SWORN to before me at Bartlesville, Oklahoma
this 21ST day of April, 2008.

Sherris Wood
(Notary Public)



Sherris K Wood
(Name printed or typed)

My Commission Expires: 12/19/08