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Common Carrier Pipeline  
PUBLIC SERVICE  
COMMISSION

# ANNUAL REPORT

For Year Ending December 31, 2009

OF

Yellowstone 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 2009

	System		Montana	
	Bal Begin Year	Bal End Year	Bal Beg 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 and Equipment .....				
Vehicles & Other Work Equipment .....				
Other Property .....				
Asset Retirement Costs for Gathering Lines				
TOTAL .....				
<b>TRUNK LINES</b>				
Land .....	152,582	152,582	133,934	133,934
Right of Way .....	525,911	525,911	346,240	346,240
Line Pipe .....	12,286,807	12,297,223	9,207,797	9,219,862
Line Pipe Fittings .....	1,826,626	1,950,473	1,177,917	1,345,228
Pipeline Construction .....	23,983,644	24,112,807	14,441,581	14,536,074
Buildings .....	1,280,486	1,262,703	824,631	821,473
Boilers .....				
Pumping Equipment .....	4,392,887	5,226,578	2,458,012	3,294,973
Machine Tools & Machinery .....	255,902	266,991	197,140	212,924
Other Station Equipment .....	11,204,402	11,858,076	8,138,112	8,933,258
Oil Tanks .....	314,821	314,821		
Delivery Facilities .....	4,367,417	4,420,172	3,634,555	3,694,010
Communication Systems .....	31,063	88,112	7,738	7,738
Office Furniture and Equipment .....	8,713	4,285	8,191	4,285
Vehicles & Other Work Equipment .....	34,327	34,327	34,327	34,327
Other Property .....	627,116	627,116	498,037	498,037
Asset Retirement Costs for Trunk Lines				
TOTAL .....	61,292,704	63,142,177	41,108,212	43,082,363
<b>GENERAL</b>				
Land .....				
Buildings .....				
Machine Tools & Machinery .....				
Communications Systems .....				
Office Furniture .....				
Vehicles & Other Work Equipment .....				
Other Properties .....				
Asset Retirement Costs for General Property				
Construction Work in Progress .....	3,449,782	1,564,429	586,375	719,455
TOTAL .....	3,449,782	1,564,429	586,375	719,455
<b>GRAND TOTAL</b> .....	<b>64,742,486</b>	<b>64,706,606</b>	<b>41,694,587</b>	<b>43,801,818</b>



**INCOME ACCOUNT****MONTANA****As of December 31, 2009**

	This Year	Last Year
<b>OPERATING REVENUES</b>		
Pipeline Operating Revenues .....	20,329,947	21,180,511
Other Earnings from Operations .....	0	0
Total Operating Revenues .....	20,329,947	21,180,511
<b>OPERATING EXPENSES</b>		
Pipeline Trans. & Other Oper. Expenses .....	6,503,148	8,665,702
Rental Expense .....	56,489	24,317
General Expense .....	11,405	(6,769)
Total .....	6,571,042	8,683,250
Depreciation .....	0	0
Taxes, Federal Excluded .....	1,385,029	1,427,155
Federal Taxes .....	3,951,262	3,942,419
Total Operating Expenses .....	11,907,333	14,052,824
Net Operating Expenses .....	8,422,614	7,127,687
Non-Operating Revenues (Net) .....	139,566	55,954
Gross Income .....	8,562,180	7,183,641
<b>DEDUCTIONS FROM GROSS INCOME</b>		
Interest on Funded Debt .....		0
Interest on Other Debt .....		0
Other Deductions .....		0
Total .....	0	0
Net Income .....	8,562,180	7,183,641
<b>DISPOSITION OF NET INCOME</b>		
Dividends .....	<b>Not Allocated Among States</b>	
Surplus or Deficit for Year .....		
Surplus or Deficit Beginning of Year .....		
Adjustments During Year .....		
Surplus or Deficit at Close of Year .....		

**ALLOCATION INFORMATION**  
**YELLOWSTONE PIPE LINE COMPANY**

As of December 31, 2009

BASIC DATA	SYSTEM	MONTANA	BALANCE OF SYSTEM
<b>INVESTMENT</b>			
Lines of Pipe .....	\$63,142,177	\$43,082,363	\$20,059,814
Other (included CWIP, M & S) .....	\$1,564,429	\$719,455	\$844,974
<b>USE</b>			
Barrel Miles .....	7,536,052,802	6,359,634,181.00	1,176,418,621
<b>TERMINAL</b>			
Originating Barrels .....	37,082,312	32,525,309	4,557,003
Terminating Barrels .....	37,071,735	23,186,993	13,884,742
<b>MILES</b>			
Pipe .....	691	477	214

**NOTES:**

**PROPERTIES IN MONTANA PURCHASED OR SOLD DURING  
THE YEAR 2009**

<b>TYPE</b>	<b>LOCATION</b>	<b>PURCHASE OR SALES PRICE</b>
No acquisitions or dispositions of properties in Montana		

**AFFIDAVIT**

STATE OF OKLAHOMA )  
 ) ss.  
County of WASHINGTON )

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 Yellowstone 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 L. Clendenning  
(Signature)

Gary L. Clendenning  
Coordinator, Regulatory Reporting  
(Official Title)

SUBSCRIBED AND SWORN to before me at Bartlesville, Oklahoma  
this 28<sup>th</sup> day of April, 2010.



Jana Harder  
(Notary Public)

Jana Harder  
(Name printed or typed)

My Commission Expires: 1-13-11