

Common Carrier Pipeline

ANNUAL REPORT

For Year Ending December 31, 2015

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 2015

	System		Montana	
	Bal Begin Year	Bal End Year	Bal Beg Year	Bal End Year
GATHERING LINES				
Land	471,605	482,683	0	0
Right of Way	2,665,352	2,660,865	65,667	65,667
Line Pipe	18,495,810	18,114,426	0	0
Line Pipe Fittings	13,511,882	19,629,167	0	0
Pipeline Construction	25,338,492	25,096,411	23,261	23,261
Buildings	2,805,158	3,586,659	0	0
Boilers	0	0	0	0
Pumping Equipment	6,820,547	10,852,379	0	0
Machine Tools & Machinery	863,412	684,877	0	0
Other Station Equipment	38,273,674	47,683,899	0	0
Oil Tanks	18,653,344	22,978,696	0	0
Delivery Facilities	5,458,983	6,170,868	0	0
Communication Systems	2,707,501	759,563	0	0
Office Furniture and Equipment	273,165	408,826	0	0
Vehicles & Other Work Equipment	248,192	386,798	0	0
Other Property	2,194	(8,516)	0	0
Asset Retirement Costs for Gathering Lines	0	0	0	0
TOTAL	136,589,311	159,487,601	88,928	88,928
TRUNK LINES				
Land	3,294,953	4,455,974	645,029	707,587
Right of Way	29,318,519	29,664,672	747,023	731,508
Line Pipe	194,194,519	212,347,353	29,929,590	31,212,649
Line Pipe Fittings	69,222,905	59,866,326	13,656,161	15,254,557
Pipeline Construction	312,608,794	360,579,785	50,266,519	59,451,643
Buildings	17,310,756	18,482,903	3,607,461	3,882,638
Boilers	1,136,119	0		
Pumping Equipment	37,506,691	35,022,545	13,717,257	10,571,182
Machine Tools & Machinery	424,461	414,734	200,055	200,055
Other Station Equipment	145,167,826	153,327,090	39,962,846	50,504,379
Oil Tanks	41,642,820	57,006,947	6,317,613	20,446,067
Delivery Facilities	19,964,156	20,299,966	698,709	823,889
Communication Systems	12,667,414	14,763,637	135,231	1,119,598
Office Furniture and Equipment	25,581,656	39,473,196	255,392	302,541
Vehicles & Other Work Equipment	7,634,646	9,243,543	57,093	77,125
Other Property	651,122	651,122	134,393	134,393
Asset Retirement Costs for Trunk Lines	7,376,047	(4,257,409)		
TOTAL	925,703,404	1,011,342,384	160,330,372	195,419,811
GENERAL				
Land	1,725	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	(1,825)	(1,825)		
Other Properties	1,324,961	1,324,961		
Asset Retirement Costs for General Property	0	0		
Construction Work in Progress	100,695,135	63,585,440	27,034,616	
TOTAL	103,411,435	66,301,740	27,034,616	0
GRAND TOTAL	1,165,704,150	1,237,131,725	187,453,916	195,508,739

INCOME ACCOUNT**MONTANA**

As of December 31, 2015

	This Year	Last Year
OPERATING REVENUES		
Pipeline Operating Revenues	47,810,539	39,528,721
Other Earnings from Operations	0	0
Total Operating Revenues	47,810,539	39,528,721
OPERATING EXPENSES		
Pipeline Trans. & Other Oper. Expenses	14,236,920	15,589,597
Rental Expense	1,985,103	2,179,785
General Expense	478,689	81,694
Total	16,700,712	17,851,077
Depreciation	4,945,713	3,450,323
Taxes, Federal Excluded	7,621,459	4,171,860
Federal Taxes	0	0
Total Operating Expenses	29,267,884	25,473,259
Net Operating Expenses	18,542,655	14,055,462
Non-Operating Revenues (Net)	2,133,081	943,561
Gross Income	20,675,736	14,999,023
DEDUCTIONS FROM GROSS INCOME		
Interest on Funded Debt		
Interest on Other Debt		
Other Deductions		
Total	0	0
Net Income	20,675,736	14,999,023
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

PHILLIPS 66 PIPELINE LLC

As of December 31, 2015

BASIC DATA	SYSTEM	MONTANA	BALANCE OF SYSTEM
INVESTMENT			
Lines of Pipe	\$1,173,546,285	\$195,508,739	\$978,037,546
Other (included CWIP, M & S)	\$63,585,440	\$0	\$63,585,440
USE			
Barrel Miles	37,858,780,449	6,863,302,780	30,995,477,669
TERMINAL			
Originating Barrels	352,269,191	9,946,320	342,322,871
Terminating Barrels	351,371,472	30,067,169	321,304,303
MILES			
Pipe	5,086	961	4,125

NOTES:

**PROPERTIES IN MONTANA PURCHASED OR SOLD DURING
THE YEAR 2015**

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

Carl Castleberry
(Signature)

Carl Castleberry
Coordinator, Regulatory Reporting
(Official Title)

SUBSCRIBED AND SWORN to before me at Bartlesville, Oklahoma
this 26th day of April, 2016

Ladonna Miller
(Notary Public)

Ladonna Miller
(Name printed or typed)

My Commission Expires 6-19-18

LADONNA MILLER
NOTARY PUBLIC
STATE OF OKLAHOMA
MY COMMISSION EXPIRES: 6-19-18
COMMISSION #06005952