

Common Carrier Pipeline

ANNUAL REPORT

For Year Ending December 31, 2017

OF

Phillips 66 Carrier 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 2017

	System		Montana	
	Bal Begin Year	Bal End Year	Bal Beg Year	Bal End Year
GATHERING LINES				
Land	480,788	500,569	0	0
Right of Way	16,684,381	17,291,172	0	0
Line Pipe	36,845,785	48,103,309	0	0
Line Pipe Fittings	23,771,235	26,378,198	0	0
Pipeline Construction	56,326,332	63,456,446	0	0
Buildings	4,867,635	4,992,291	0	0
Boilers	0	0	0	0
Pumping Equipment	16,427,913	21,321,731	0	0
Machine Tools & Machinery	678,799	678,799	0	0
Other Station Equipment	89,901,170	99,804,732	0	0
Oil Tanks	27,054,660	33,370,375	0	0
Delivery Facilities	6,220,640	7,360,904	0	0
Communication Systems	1,151,918	1,859,680	0	0
Office Furniture and Equipment	332,944	553,021	0	0
Vehicles & Other Work Equipment	515,591	523,676	0	0
Other Property	(8,516)	9,658	0	0
Asset Retirement Costs for Gathering Lines	1,968,489	893,947	0	0
TOTAL	283,219,764	327,098,508	0	0
TRUNK LINES				
Land	2,900,234	2,883,569	707,587	707,587
Right of Way	29,962,444	52,899,740	500,129	500,129
Line Pipe	266,996,633	245,715,124	35,257,095	35,110,475
Line Pipe Fittings	83,621,899	87,027,112	15,539,554	16,725,550
Pipeline Construction	307,367,233	294,194,913	56,750,924	52,056,606
Buildings	19,996,600	19,843,932	3,979,642	3,845,458
Boilers	0	0	0	0
Pumping Equipment	37,472,928	37,356,868	10,444,187	9,939,478
Machine Tools & Machinery	457,927	457,927	200,055	200,055
Other Station Equipment	169,529,265	170,371,543	50,530,002	48,553,605
Oil Tanks	102,811,184	103,070,903	20,659,489	18,962,471
Delivery Facilities	111,124,049	119,131,522	823,889	882,967
Communication Systems	2,766,246	2,838,872	1,101,385	1,136,258
Office Furniture and Equipment	1,809,876	2,595,980	340,615	367,170
Vehicles & Other Work Equipment	2,597,408	2,844,579	236,092	334,958
Other Property	138,073	138,074	134,393	134,393
Asset Retirement Costs for Trunk Lines	3,918,882	5,041,720	0	798,510
TOTAL	1,143,470,881	1,146,412,378	197,205,038	190,255,670
GENERAL				
Land	1,724	0	0	0
Buildings	23,944	0	0	0
Machine Tools & Machinery	0	0	0	0
Communications Systems	0	0	0	0
Office Furniture	0	0	0	0
Vehicles & Other Work Equipment	0	0	0	0
Other Properties	0	0	0	0
Asset Retirement Costs for General Property	0	0	0	0
Construction Work in Progress	26,808,175	12,542,689	1,036,616	4,400,446
TOTAL	26,833,843	12,542,689	1,036,616	4,400,446
GRAND TOTAL	1,453,524,488	1,486,053,575	198,241,654	194,656,116

INCOME ACCOUNT**MONTANA**

As of December 31, 2017

	This Year	Last Year
OPERATING REVENUES		
Pipeline Operating Revenues	41,598,969	10,573,805
Other Earnings from Operations	0	0
Total Operating Revenues	41,598,969	10,573,805
OPERATING EXPENSES		
Pipeline Trans. & Other Oper. Expenses	9,535,846	2,964,814
Rental Expense	2,318,276	578,660
General Expense	8,692,784	1,611,099
Total	20,546,905	5,154,572
Depreciation	6,437,580	1,019,174
Taxes, Federal Excluded	7,602,462	1,597,422
Federal Taxes	0	0
Total Operating Expenses	34,586,948	7,771,169
Net Operating Expenses	7,012,021	2,802,636
Non-Operating Revenues (Net)	85,458	60,418
Gross Income	7,097,479	2,863,054
DEDUCTIONS FROM GROSS INCOME		
Interest on Funded Debt		
Interest on Other Debt		
Other Deductions		
Total	0	0
Net Income	7,097,479	2,863,054
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 CARRIER LLC

As of December 31, 2017

BASIC DATA	SYSTEM	MONTANA	BALANCE OF SYSTEM
INVESTMENT			
Lines of Pipe	\$1,473,510,886	\$190,255,670	\$1,283,255,216
Other (included CWIP, M & S)	\$12,542,689	\$4,400,446	\$8,142,243
USE			
Barrel Miles	48,220,134,848	5,943,910,723	42,276,224,125
TERMINAL			
Originating Barrels	487,636,988	7,133,289	480,503,699
Terminating Barrels	488,281,909	24,736,989	463,544,920
MILES			
Pipe	4,990	759	4,231

NOTES:

**PROPERTIES IN MONTANA PURCHASED OR SOLD DURING
THE YEAR 2017**

TYPE	LOCATION	PURCHASE OR SALES PRICE
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 Carrier 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 W. Castleberry

(Signature)

Carl W. Castleberry
Coordinator, Regulatory Reporting
(Official Title)

SUBSCRIBED AND SWORN to before me at Bartlesville, Oklahoma

this 23rd day of March, 2018.

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

Ladonna Miller
(Notary Public)

Ladonna Miller
(Name printed or typed)

My Commission Expires: 6-19-18

