

Common Carrier Pipeline

# ANNUAL REPORT

For Year Ending December 31, 2019

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 2019

	System		Montana	
	Bal Begin Year	Bal End Year	Bal Beg Year	Bal End Year
<b>GATHERING LINES</b>				
Land .....	500,568	500,568	0	0
Right of Way .....	17,291,172	17,291,172	0	0
Line Pipe .....	52,116,994	52,116,994	0	0
Line Pipe Fittings .....	26,936,759	26,936,759	0	0
Pipeline Construction .....	63,199,863	63,199,863	0	0
Buildings .....	5,330,598	5,330,598	0	0
Boilers .....	0	0	0	0
Pumping Equipment .....	22,050,069	22,050,069	0	0
Machine Tools & Machinery .....	662,101	662,101	0	0
Other Station Equipment .....	100,657,213	100,657,213	0	0
Oil Tanks .....	34,931,454	34,931,454	0	0
Delivery Facilities .....	7,360,904	7,360,904	0	0
Communication Systems .....	1,857,218	1,857,218	0	0
Office Furniture and Equipment .....	647,062	647,062	0	0
Vehicles & Other Work Equipment .....	522,767	522,767	0	0
Other Property .....	9,658	9,658	0	0
Asset Retirement Costs for Gathering Lines	893,947	893,947	0	0
<b>TOTAL</b> .....	<b>334,964,688</b>	<b>334,964,688</b>	<b>0</b>	<b>0</b>
<b>TRUNK LINES</b>				
Land .....	2,883,569	2,883,569	707,587	707,587
Right of Way .....	53,045,456	54,129,186	527,271	715,790
Line Pipe .....	252,323,484	255,754,882	38,889,355	41,782,924
Line Pipe Fittings .....	88,106,080	88,435,650	16,732,077	16,742,671
Pipeline Construction .....	294,135,026	292,209,071	52,019,220	52,093,863
Buildings .....	20,221,105	21,451,903	3,834,045	4,462,665
Boilers .....	0	0	0	0
Pumping Equipment .....	39,276,224	39,486,462	11,326,030	11,326,030
Machine Tools & Machinery .....	450,736	450,736	200,055	199,290
Other Station Equipment .....	172,866,906	181,380,813	48,478,585	50,090,442
Oil Tanks .....	103,731,818	105,262,666	18,959,313	18,959,313
Delivery Facilities .....	122,944,780	126,588,237	882,997	882,997
Communication Systems .....	2,939,773	3,068,678	1,136,258	1,149,427
Office Furniture and Equipment .....	2,716,390	3,214,688	488,535	488,535
Vehicles & Other Work Equipment .....	2,874,095	2,966,429	334,958	334,958
Other Property .....	142,448	142,448	133,627	134,393
Asset Retirement Costs for Trunk Lines	5,041,720	5,041,720	798,509	798,509
<b>TOTAL</b> .....	<b>1,163,699,610</b>	<b>1,182,467,138</b>	<b>195,448,422</b>	<b>200,869,394</b>
<b>GENERAL</b>				
Land .....	0	0	0	
Buildings .....	0	0	0	
Machine Tools & Machinery .....	0	0	0	
Communications Systems .....	0	0	0	
Office Furniture .....	0	0	0	
Vehicles & Other Work Equipment .....	0	0	0	
Other Properties .....	0	0	0	
Asset Retirement Costs for General Property	0	0	0	
Construction Work in Progress .....	28,144,706	211,080,510	4,400,446	
<b>TOTAL</b> .....	<b>28,144,706</b>	<b>211,080,510</b>	<b>4,400,446</b>	<b>0</b>
<b>GRAND TOTAL</b> .....	<b>1,526,809,004</b>	<b>1,728,512,336</b>	<b>194,656,116</b>	<b>195,448,422</b>

**NON-OPERATING PROPERTY****As of December 31, 2019**

(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
Pasadena, Texas Truck Rack	6/1/2013	19,047,948		
Hartford, Illinois Truck Rack	6/1/2013	47,500,129		
Wichita, Kansas Truck Rack	3/1/2014	26,874,884		
Kansas City, Kansas Truck Rack	3/1/2014	24,526,290		
East St. Louis, Missouri Truck Rack	3/1/2014	9,655,430		
Jefferson City, Missouri Truck Rack	3/1/2014	17,893,597		
Gold Line System Tankage, Paola Kansas	3/1/2014	3,011,438		
Cushing, Oklahoma Truck Rack	10/1/2016	223,094		
Casper, Wyoming Truck Rack	10/1/2016	22,331,008		
N Texas Gathering Sys Terminal-W ich Falls LACT	10/1/2016	2,379,791		
Proprietary Acadian and Sorrento Pipelines, Louisiana	10/1/2016	113,124,994		
Minor items, less than \$1,000,000.	10/1/2016	4,760,896		
<b>TOTAL</b>		291,329,499		

**INCOME ACCOUNT****MONTANA****As of December 31, 2019**

	This Year	Last Year
<b>OPERATING REVENUES</b>		
Pipeline Operating Revenues .....	50,122,038	50,735,034
Other Earnings from Operations .....	0	0
Total Operating Revenues .....	50,122,038	50,735,034
<b>OPERATING EXPENSES</b>		
Pipeline Trans. & Other Oper. Expenses .....	16,353,880	16,918,814
Rental Expense .....	2,358,073	2,354,082
General Expense .....	313,485	9,014,348
Total .....	19,025,438	28,287,244
Depreciation .....	5,045,056	4,945,031
Taxes, Federal Excluded .....	9,831,927	9,625,838
Federal Taxes .....	0	0
Total Operating Expenses .....	33,902,420	42,858,114
Net Operating Expenses .....	16,219,618	7,876,920
Non-Operating Revenues (Net) .....	132,663	63,146
Gross Income .....	16,352,281	7,940,066
<b>DEDUCTIONS FROM GROSS INCOME</b>		
Interest on Funded Debt .....		
Interest on Other Debt .....		
Other Deductions .....		
Total .....	0	0
Net Income .....	16,352,281	7,940,066
<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

## PHILLIPS 66 CARRIER LLC

As of December 31, 2019

BASIC DATA	SYSTEM	MONTANA	BALANCE OF SYSTEM
<b>INVESTMENT</b>			
Lines of Pipe .....	\$1,517,431,826	\$195,448,422	\$1,321,983,404
Other (included CWIP, M & S) .....	\$211,080,510	\$0	\$211,080,510
<b>USE</b>			
Barrel Miles .....	53,020,127,590	6,975,771,995	46,044,355,595
<b>TERMINAL</b>			
Originating Barrels .....	502,171,114	33,168,115	469,002,999
Terminating Barrels .....	501,190,770	25,832,655	475,358,115
<b>MILES</b>			
Pipe .....	5,249	759	4,490

NOTES:

**PROPERTIES IN MONTANA PURCHASED OR SOLD DURING  
THE YEAR 2019**

<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 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 and 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.

Sara E. Flora  
(Signature)

Sara Flora  
Coordinator, Regulatory Reporting  
(Official Title)

SUBSCRIBED AND SWORN to before me at Bartlesville, Oklahoma  
this 28<sup>th</sup> day of April, 2020

Vivian L. Smith  
(Notary Public)

Vivian L. Smith  
(Name printed or typed)

My Commission Expires: 2-25-2023

