

Common Carrier Pipeline

# ANNUAL REPORT

For Year Ending December 31, 2020

OF

Phillips 66 Pipeline LLC

to

THE PUBLIC SERVICE COMMISSION

OF THE STATE OF MONTANA

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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 2020

	System		Montana	
	Bal Begin Year	Bal End Year	Bal Beg Year	Bal End Year
<b>GATHERING LINES</b>				
Land .....	1,895	1,692		
Right of Way .....	99,777	130,476	1,818	32,518
Line Pipe .....	3,590,155	4,000,798		
Line Pipe Fittings .....	2,368,185	2,539,769		
Pipeline Construction .....	6,379,315	6,860,432		
Buildings .....	371,116	442,191		
Boilers .....		0		
Pumping Equipment .....	978,507	1,036,303		
Machine Tools & Machinery .....		7,046		
Other Station Equipment .....	3,725,815	4,253,966		
Oil Tanks .....	3,403,046	3,481,246		
Delivery Facilities .....	424,599	424,601		
Communication Systems .....	187,580	238,846		
Office Furniture and Equipment .....	2,287,769	2,767,851		
Vehicles & Other Work Equipment .....	98,444	98,444		
Other Property .....		0		
Asset Retirement Costs for Gathering Lines .....		0		
TOTAL .....	23,916,203	26,283,661	1,818	32,518
<b>TRUNK LINES</b>				
Land .....	2,828,716	2,697,356		
Right of Way .....	8,578,291	13,676,392	231,379	231,379
Line Pipe .....	131,928,665	146,092,048	558,485	558,485
Line Pipe Fittings .....	35,485,526	37,841,486	1,110,725	1,110,725
Pipeline Construction .....	160,745,545	223,455,523	2,659,052	2,659,052
Buildings .....	13,992,328	14,106,299	15,669	15,669
Boilers .....		0		
Pumping Equipment .....	27,572,221	33,251,257	234,983	234,983
Machine Tools & Machinery .....	22,740	14,856		
Other Station Equipment .....	109,219,647	119,621,236	363,880	363,880
Oil Tanks .....	35,474,726	35,488,860		
Delivery Facilities .....	5,787,655	5,815,144		
Communication Systems .....	12,574,451	12,626,338	114,777	124,407
Office Furniture and Equipment .....	64,768,506	72,114,827	42,469	(894)
Vehicles & Other Work Equipment .....	8,933,871	8,840,539	60,985	60,985
Other Property .....	511,610	4,832,688		
Asset Retirement Costs for Trunk Lines .....	(10,021,428)	(18,190,499)		
TOTAL .....	608,403,070	712,284,350	5,392,404	5,358,671
<b>GENERAL</b>				
Land .....				
Buildings .....		0		
Machine Tools & Machinery .....	13,907	13,907		
Communications Systems .....		0		
Office Furniture .....	658,836	573,777		
Vehicles & Other Work Equipment .....	(1,825)	(1,825)		
Other Properties .....	790,285	790,285		
Asset Retirement Costs for General Property .....		0		
Construction Work in Progress .....	93,126,565	41,821,802		
TOTAL .....	94,587,768	43,197,946	0	0
GRAND TOTAL .....	726,907,041	781,765,957	5,394,222	5,391,189

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		
Rack Terminals moved to Noncarrier in 2002				
LaJunta Terminal, LaJunta, Colorado	1/1/2002	3,697,107		
Denver Terminal, Denver, Colorado	1/1/2002	58,927,340		
SCADA	12/31/2011	24,763,351		
Seaway Pipeline, Galena Park, Texas (inactive)	12/31/2014	11,700,000		
Control Center - Ponca City	12/31/2015	6,353,436		
Midstream Operations-Houston	1/1/2015	11,674,314		
Scheduling Ponca City	1/1/2010	1,119,179		
Transportation Term Pasadena	1/1/2005	2,167,796		
KCPL Eldorado to KSMO State Line	9/30/2020	9,614,038		
Minor Items, Less than \$1,000,000		3,776,162		
TOTAL		135,619,425		

**INCOME ACCOUNT****MONTANA****As of December 31, 2020**

	This Year	Last Year
<b>OPERATING REVENUES</b>		
Pipeline Operating Revenues .....	423,990	185,154
Other Earnings from Operations .....	0	0
Total Operating Revenues .....	423,990	185,154
<b>OPERATING EXPENSES</b>		
Pipeline Trans. & Other Oper. Expenses .....	849,129	969,856
Rental Expense .....	3,431	3,683
General Expense .....	(85,542)	(92,069)
Total .....	767,018	881,470
Depreciation .....	55,444	129,337
Taxes, Federal Excluded .....	(144,908)	(197,486)
Federal Taxes .....	0	0
Total Operating Expenses .....	677,554	813,321
Net Operating Expenses .....	(253,564)	(628,167)
Non-Operating Revenues (Net) .....	9,213,615	113,009
Gross Income .....	8,960,051	(515,158)
<b>DEDUCTIONS FROM GROSS INCOME</b>		
Interest on Funded Debt .....		
Interest on Other Debt .....		
Other Deductions .....		
Total .....	0	0
Net Income .....	8,960,051	(515,158)
<b>DISPOSITION OF NET INCOME</b>	<b>Not Allocated Among States</b>	
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 PIPELINE LLC****As of December 31, 2020**

<b>BASIC DATA</b>		<b>SYSTEM</b>	<b>MONTANA</b>	<b>BALANCE OF SYSTEM</b>
<b>INVESTMENT</b>				
	Lines of Pipe .....	\$739,944,155	\$5,391,189	\$734,552,966
	Other (included CWIP, M & S) .....	\$41,821,802	\$0	\$41,821,802
<b>USE</b>				
	Barrel Miles .....	13,521,829,404	7,367,986	13,514,461,418
<b>TERMINAL</b>				
	Originating Barrels .....	111,703,858	430,373	111,273,485
	Terminating Barrels .....	111,475,002	430,373	111,044,629
<b>MILES</b>				
	Pipe .....	2,544	128	2,416

**NOTES:**

**PROPERTIES IN MONTANA PURCHASED OR SOLD DURING  
THE YEAR 2020**

<b>TYPE</b>	<b>LOCATION</b>	<b>PURCHASE OR SALES PRICE</b>
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Approximately 40 mile segment of the 8" idled crude oil pipeline and appurtenance, facility assets at a decommissioned pump station including 1/2 acre of property, assignable rights-of-way by easement, permit, and contract.

Laurel, MT

\$11,300,000

Sale was made December 16, 2020 to NorthWestern Energy.

Segment sold starts at Warren, Montana and ends at Laurel, 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.

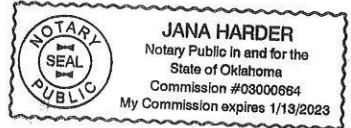
Sara E. Flora  
(Signature)

Sara E. Flora  
Coordinator, Regulatory Reporting  
(Official Title)

SUBSCRIBED AND SWORN to before me at Bartlesville, Oklahoma

this 28<sup>th</sup> day of April, 2021.

Jana Harder  
(Notary Public)



Jana Harder  
(Name printed or typed)

My Commission Expires: 1-13-2023