

Exhibit No. 1905 (MLT-5)
Docket No. TO-011472
Witness: Maurice L. Twitchell

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

Washington Utilities and Transportation Commission,)	DOCKET NO. TO-011472
)	
)	
Complainant,)	
)	
v.)	
)	
Olympic Pipe Line Company, Inc.,)	
)	
Respondent)	
_____)	

EXHIBIT OF
MAURICE L. TWITCHELL
STAFF OF
WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION
OLYMPIC PIPE LINE COMPANY – TOTAL
TOTAL RESTATING ACTUAL ADJUSTMENTS
TWELVE MONTHS ENDING DECEMBER 31, 2001

May 24, 2002

WUTC DOCKET NO. TO-011472
EXHIBIT NO. 1905
ADMIT W/D REJECT

007957

Olympic Pipe Line Company - Total
Total Restating Actual Adjustments
Twelve Months ending December 31, 2001

Line No.	Description (A)	Total RA Adj. (B)	RA-1 Reclas-sifications (C)	RA-2 Remove Non-Operational Land (D)	RA-3 Remove Casualty Loss & Other (E)	RA-4 Reclassify Capitalized Const. Payroll (F)	RA-5 Correct AMA Rate Base (G)	RA-6 Reclassify Employee Relocation Exp. (H)	RA-7 Normalized OTM Expenses (F)	RA-8 AFUDC (J)
1	Revenue									
2	Transportation Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
3	WUTC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
4	Other Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
5	Total Revenue	\$ (730,284)	\$ (21,676)	\$ -	\$ -	\$ (348,357)	\$ -	\$ (187,261)	\$ (1,770,201)	\$ -
6	Operations and Maintenance									
7	Salaries & Wages (300)	(21,676)								
8	Materials and Supplies (310)	(1,770,201)	74,437							
9	Outside Services (320)	74,437								
10	Operating Fuel and Power (330)									
11	Oil Losses and Shortages (340)									
12	Rentals (350)					441,601				
13	Other Expenses (390)	(776,436)	(1,112,787)							
14	Total Operations & Maintenance Exp	\$ (3,224,160)	\$ (1,060,025)	\$ -	\$ -	\$ 93,244	\$ -	\$ (187,261)	\$ (1,770,201)	\$ -
15	General									
16	Salaries & Wages (500)	(200,503)								
17	Materials and Supplies (510)	(52,761)	(52,761)							
18	Outside Services (520)	(1,077,113)							(1,077,113)	
19	Rentals (530)	(322,344)				10,878	(365,650)		32,428	
20	Depreciation & Amortization (540)									
21	Employee Benefits (550)	(16,510,488)	1,113,421		(17,623,909)					
22	Insurance (560)									
23	Casualty & Other Losses (570)	(4,219)	(6,046)							
24	Pipeline Taxes (580)	(18,167,428)	1,054,613		(17,623,909)	(82,366)	(365,650)	(51,413)	(1,044,685)	
25	Other Expenses (590)	(21,391,588)	(5,412)		(17,623,909)	10,878	(365,650)	(238,674)	(2,814,886)	
26	Total General Expenses	\$ 80,913	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 80,913
27	Other Expenses and Taxes	7,466,795	1,894		6,168,368	(3,807)	127,978	83,536	985,210	(20,260)
28	Total Operating Expenses & Other Exp.	\$ 7,547,709	\$ 1,894	\$ -	\$ 6,168,368	\$ (3,807)	\$ 127,978	\$ 83,536	\$ 985,210	\$ 60,653
29	Net Operating Income	\$ (13,843,879)	\$ (3,518)	\$ -	\$ (11,455,541)	\$ 7,071	\$ (237,673)	\$ (155,138)	\$ (1,829,676)	\$ 60,653
30	Rate Base (Average)	\$ 13,843,879	\$ 3,518	\$ -	\$ 11,455,541	\$ (7,071)	\$ 237,673	\$ 155,138	\$ 1,829,676	\$ (60,653)
31	Plant in Service (Average)	\$ (6,563,315)	\$ -	\$ (551,000)	\$ -	\$ 444,000	\$ (7,774,516)	\$ -	\$ 1,318,201	\$ -
32	AFUDC (Average)	4,439,791								4,439,791
33	Total	\$ (2,123,524)	\$ -	\$ (551,000)	\$ -	\$ 444,000	\$ (7,774,516)	\$ -	\$ 1,318,201	\$ 4,439,791
34	Working Capital	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
35	Less:									
36	Acc. Depreciation (Average)	(28,071)								
37	Acc. Amort. AFUDC (Average)	(346,815)								
38	Acc. Def. Income Tax (EOP)									
39	Total Deductions	\$ (374,886)	\$ -	\$ -	\$ -	\$ (10,878)	\$ 15,235	\$ -	\$ (32,428)	\$ (346,815)
40	Total Rate Base (AMA)	\$ (2,498,409)	\$ -	\$ (551,000)	\$ -	\$ 433,122	\$ (7,759,280)	\$ -	\$ 1,285,773	\$ 4,092,976
41	Rate of Return									

Olympic Pipe Line Company - Total Total Restating Actual Adjustments Twelve Months ending December 31, 2001										
Line No.	Description (A)	Total RA Adj. (B)	RA-1 Reclassifications (C)	RA-2 Remove Non-Operational Land (D)	RA-3 Remove Casualty Loss & Other (E)	RA-4 Reclassify Capitalized Const. Payroll (F)	RA-5 Correct AMA Rate Base (G)	RA-6 Reclassify Employee Relocation Exp. (H)	RA-7 Normalized OTM Expenses (F) (I)	RA-8 AFUDC (J)
	Federal Income Tax Calculation									
1	Revenues	(21,310,675)	(5,412)	-	(17,623,909)	10,878	(365,650)	(238,674)	(2,814,886)	80,913
2	Expenses	-	-	-	-	-	-	-	-	-
3	Interest Expense	-	-	-	-	-	-	-	-	-
4	Schedule M Adds	(322,344)	-	-	-	10,878	(365,650)	-	32,428	-
5	Book Depreciation	-	-	-	-	-	-	-	-	-
6	Miscellaneous	23,027	-	-	-	-	-	-	-	23,027
7	Amortization of AFUDC Equity	-	-	-	-	-	-	-	-	-
8	Amort of FASB 96/109	(299,317)	-	-	-	10,878	(365,650)	-	32,428	23,027
9	Total Sch M Adds	(322,344)	-	-	-	10,878	(365,650)	-	32,428	-
10	Schedule M Deductions	-	-	-	-	-	-	-	-	-
11	Tax Depreciation	-	-	-	-	-	-	-	-	-
12	Miscellaneous	(322,344)	-	-	-	10,878	(365,650)	-	32,428	-
13	Total Sch M Deductions	21,333,701	5,412	-	17,623,909	(10,878)	365,650	238,674	2,814,886	(57,887)
14	Taxable Income	0.35	0.35	0.35	0.35	0.35	0.35	0.35	0.35	0.35
15	Tax Rate	7,466,795	1,894	-	6,168,368	(3,807)	127,978	83,536	985,210	(20,260)
16	Federal Income Tax	-	-	-	-	-	-	-	-	-
17	Amort of FASB 96/109	7,466,795	1,894	-	6,168,368	(3,807)	127,978	83,536	985,210	(20,260)
18	Total Current Tax	-	-	-	-	-	-	-	-	-
19	Deferred Tax	7,466,795	1,894	-	6,168,368	(3,807)	127,978	83,536	985,210	(20,260)
20	Total FIT	-	-	-	-	-	-	-	-	-

Exhibit No. (MLT-5)
Docket No. To-011472
Witness: M. L. Twitchell
Page 2 of 4

Olympic Pipe Line Company - Total Total Restating Actual Adjustments Twelve Months ending December 31, 2001						Exhibit No. (MLT-5) Docket No. TO-011472 Witness: M. L. Twitchell Page 3 of 4
Line No.	Description (A)	RA-9 Amort. Empl. LT Disability Buyouts (K)	RA-10 Remove D.Cummins WC Payroll (L)	RA-11 Remove Charity & Lobbying (M)	RA-12 (N)	
1	Revenue					
2	Transportation Revenue					
3	WUTC					
4	Other Revenue	\$ -	\$ -	\$ -	\$ -	
5	Total Revenue	\$ -	\$ -	\$ -	\$ -	
6	Operations and Maintenance					
7	Salaries & Wages (300)		(78,665)	(18,830)		
8	Materials and Supplies (310)					
9	Outside Services (320)					
10	Operating Fuel and Power (330)					
11	Oil Losses and Shortages (340)					
12	Rentals (350)			(105,250)		
13	Other Expenses (390)					
14	Total Operations & Maintenance Exp	\$ (97,171)	\$ (78,665)	\$ (124,080)	\$ -	
15	General					
16	Salaries & Wages (500)					
17	Materials and Supplies (510)					
18	Outside Services (520)					
19	Rentals (530)					
20	Depreciation & Amortization (540)					
21	Employee Benefits (550)					
22	Insurance (560)					
23	Casualty & Other Losses (570)					
24	Pipeline Taxes (580)					
25	Other Expenses (590)					
26	Total General Expenses	\$ (26,679)	\$ (21,598)	\$ (5,170)	\$ -	
27	Total Operating Expenses	\$ (123,850)	\$ (100,263)	\$ (129,822)	\$ -	
28	Other Expenses and Taxes					
29	Amortized AFUDC					
30	Income Taxes					
31	Total Other and Taxes	\$ 43,348	\$ 35,092	\$ 45,438	\$ -	
32	Total Operating Expenses & Other Exp.	\$ (80,503)	\$ (65,171)	\$ (84,384)	\$ -	
33	Net Operating Income	\$ 80,503	\$ 65,171	\$ 84,384	\$ -	
34	Rate Base (Average)	\$ -	\$ -	\$ -	\$ -	
35	Plant in Service (Average)	\$ -	\$ -	\$ -	\$ -	
36	AFUDC (Average)	\$ -	\$ -	\$ -	\$ -	
37	Total	\$ -	\$ -	\$ -	\$ -	
38	Working Capital	\$ -	\$ -	\$ -	\$ -	
39	Less:					
40	Acc. Depreciation (Average)	\$ -	\$ -	\$ -	\$ -	
41	Acc. Amort. AFUDC (Average)	\$ -	\$ -	\$ -	\$ -	
42	Acc. Def. Income Tax (EOP)	\$ -	\$ -	\$ -	\$ -	
43	Total Deductions	\$ -	\$ -	\$ -	\$ -	
44	Total Rate Base (AMA)	\$ -	\$ -	\$ -	\$ -	
45	Rate of Return					

Olympic Pipe Line Company - Total Total Restating Actual Adjustments Twelve Months ending December 31, 2001		Exhibit No. (MLT- 5) Docket No. TO-011472 Witness: M. L. Twitchell Page H of 4			
Line No.	Description (A)	RA-9 Amort. Empl. LT Disability Buyouts (K)	RA-10 Remove D.Cummins W/C Payroll (L)	RA-11 Remove Charity & Lobbying (M)	RA-12 (N)
	Federal Income Tax Calculation				
1	Revenues	(123,850)	(100,263)	(129,822)	-
2	Expenses	-	-	-	-
3	Interest Expense	-	-	-	-
4	Schedule M Adds	-	-	-	-
5	Book Depreciation	-	-	-	-
6	Miscellaneous	-	-	-	-
7	Amortization of AFUDC Equity	-	-	-	-
8	Amort of FASB 96/109	-	-	-	-
9	Total Sch M Adds	-	-	-	-
10	Schedule M Deductions	-	-	-	-
11	Tax Depreciation	-	-	-	-
12	Miscellaneous	-	-	-	-
13	Total Sch M Deductions	-	-	-	-
14	Taxable Income	123,850	100,263	129,822	-
15	Tax Rate	0.35	0.35	0.35	0.35
16	Federal Income Tax	43,348	35,092	45,438	-
17	Amort of FASB 96/109	-	-	-	-
18	Total Current Tax	43,348	35,092	45,438	-
19	Deferred Tax	-	-	-	-
20	Total FIT	43,348	35,092	45,438	-