

KINDER MORGAN, INC.  
Form 10-Q  
November 05, 2010  
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UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549

FORM 10-Q

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d)  
OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended September 30, 2010

or

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d)  
OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from \_\_\_\_\_ to \_\_\_\_\_

Commission file number: 1-06446

KINDER MORGAN, INC.  
(Exact name of registrant as specified in its charter)

Kansas  
(State or other jurisdiction of  
incorporation or organization)

48-0290000  
(I.R.S. Employer  
Identification No.)

500 Dallas Street, Suite 1000, Houston, Texas 77002  
(Address of principal executive offices)(zip code)  
Registrant's telephone number, including area code: 713-369-9000

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes  No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate website, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes  No

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Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of “large accelerated filer,” “accelerated filer” and “smaller reporting company” in Rule 12b-2 of the Securities Exchange Act of 1934. Large accelerated filer  Accelerated filer  Non-accelerated filer  Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Securities Exchange Act of 1934). Yes  No

Number of outstanding shares of Common stock, \$0.01 par value, as of October 29, 2010 was 100 shares.

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KINDER MORGAN, INC. AND SUBSIDIARIES  
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## PART I. FINANCIAL INFORMATION

## Item 1. Financial Statements.

KINDER MORGAN, INC. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF INCOME  
(In Millions)  
(Unaudited)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2010	2009	2010	2009
Revenues				
Natural gas sales	\$965.7	\$686.2	\$2,831.3	\$2,291.8
Services	758.7	690.2	2,248.9	2,003.7
Product sales and other	363.8	335.9	1,156.5	939.0
Total Revenues	2,088.2	1,712.3	6,236.7	5,234.5
Operating Costs, Expenses and Other				
Gas purchases and other costs of sales	964.7	665.2	2,829.2	2,240.3
Operations and maintenance	330.2	286.0	1,103.9	815.4
Depreciation, depletion and amortization	261.7	255.5	813.7	777.1
General and administrative	308.2	92.2	528.7	269.2
Taxes, other than income taxes	41.9	36.4	128.1	98.8
Other expense (income)	0.4	(14.2 )	2.2	(14.1 )
Total Operating Costs, Expenses and Other	1,907.1	1,321.1	5,405.8	4,186.7
Operating Income	181.1	391.2	830.9	1,047.8
Other Income (Expense)				
Earnings (loss) from equity investments	57.2	66.4	(256.1 )	164.2
Amortization of excess cost of equity investments	(1.4 )	(1.4 )	(4.3 )	(4.3 )
Interest, net	(168.9 )	(140.1 )	(475.9 )	(421.4 )
Other, net	5.4	13.0	9.7	43.9
Total Other Income (Expense)	(107.7 )	(62.1 )	(726.6 )	(217.6 )
Income from Continuing Operations Before Income Taxes	73.4	329.1	104.3	830.2
Income Tax Benefit (Expense)	(20.6 )	(99.6 )	29.1	(247.2 )
Income from Continuing Operations	52.8			