

IDENTIFICATION

Year: 2006

1. Legal Name of Respondent:	Energy West Montana Great Falls
2. Name Under Which Respondent Does Business:	Energy West Incorporated
3. Date Utility Service First Offered in Montana	Manufactured Gas 12/08/1909 NG: 05/02/1928
4. Address to send Correspondence Concerning Report:	P.O. Box 2229 Great Falls, MT 59403-2229
5. Person Responsible for This Report:	Cathy Wolverton
5a. Telephone Number:	(406)791-7514
Control Over Respondent	
1. If direct control over the respondent was held by another entity at the end of year provide the following:	
1a. Name and address of the controlling organization or person: (Not Applicable)	
1b. Means by which control was held:	
1c. Percent Ownership:	

SCHEDULE 2

Board of Directors		
Line No.	Name of Director and Address (City, State) (a)	Remuneration (b)
1	David A. Cerotzke Great Falls, MT	
2	Gene Argo Hays, KS	\$9,000
3	Richard J. Schulte Brecksville, OH	\$11,000
4	Terry M. Palmer Denver, CO	\$9,750
5	Richard M. Osborne Mentor, OH	
6	Tomas J. Smith Mentor, OH	
7	Mark D. Grossi Westlake, OH	\$6,000
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Officers

Year: 2006

Line No.	Title of Officer (a)	Department Supervised (b)	Name (c)
1	President & CEO	Total Company	David A. Cerotzke
2			
3	Vice President & CFO	Finance and Accounting	Wade F. Brooksby
4			
5	Senior Vice President, General Counsel, Corporate Secretary	Human Resources and Legal	John C. Allen
6			
7			
8	Vice President for Natural Gas Operations, Assistant Secretary	Natural Gas Operations	Tim A. Good
9			
10			
11	Vice President for Propane Operations, Assistant Secretary	Propane Operations	Douglas R. Mann
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CORPORATE STRUCTURE

Year: 2006

	Subsidiary/Company Name	Line of Business	Earnings	Percent of Total
1	Energy West - Montana	Natural Gas Utility	883,726	38.15%
2	Energy West - Wyoming	Natural Gas Utility	428,329	18.49%
3	Energy West - Arizona	Propane Vapor Utili	157,911	6.82%
4	Energy West - W. Yellowstone	Natural Gas Utility	16,925	0.73%
5	Energy West - Cascade	Natural Gas Utility	(4,477)	-0.19%
6	Rocky Mountain Fuels	Bulk Propane Sales	34,174	1.48%
7	Energy West Propane - AZ	Bulk Propane Sales	213,733	9.23%
8	Energy West Propane - MT	Bulk Propane Sales	(8,971)	-0.39%
9	Energy West Resources	Gas Marketing	459,184	19.82%
10	Energy West Development	Pipeline	136,136	5.88%
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50	TOTAL		2,316,670	100.00%

CORPORATE ALLOCATIONS

Year: 2006

	Items Allocated	Classification	Allocation Method	\$ to MT Utility	MT %	\$ to Other
1	ENERGY WEST, OVERHEADS	921	DIRECT PAYROLL & 4 FACTOR	1,158,893	50.07%	1,155,614
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34	TOTAL			1,158,893	50.07%	1,155,614

Year: 2006

AFFILIATE TRANSACTIONS - PRODUCTS & SERVICES PROVIDED TO UTILITY

Line No.	(a) Affiliate Name	(b) Products & Services	(c) Method to Determine Price	(d) Charges to Utility	(e) % Total Affil. Revs.	(f) Charges to MT Utility
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32	TOTAL					

AFFILIATE TRANSACTIONS - PRODUCTS & SERVICES PROVIDED BY UTILITY Year: 2006

Line No.	(a) Affiliate Name	(b) Products & Services	(c) Method to Determine Price	(d) Charges to Affiliate	(e) % Total Affil. Exp.	(f) Revenues to MT Utility
1	NONE					
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32	TOTAL					

MONTANA UTILITY INCOME STATEMENT

Year: 2006

	Account Number & Title	Last Year	This Year	% Change
1	400 Operating Revenues	29,789,311	36,303,902	21.87%
2				
3	Operating Expenses			
4	401 Operation Expenses	26,280,608	32,138,457	22.29%
5	402 Maintenance Expense	331,580	288,405	-13.02%
6	403 Depreciation Expense	834,389	784,748	-5.95%
7	404-405 Amort. & Depl. of Gas Plant			
8	406 Amort. of Gas Plant Acquisition Adjustments			
9	407.1 Amort. of Property Losses, Unrecovered Plant & Regulatory Study Costs			
10				
11	407.2 Amort. of Conversion Expense			
12	408.1 Taxes Other Than Income Taxes	1,104,145	1,111,922	0.70%
13	409.1 Income Taxes - Federal	(262,793)	554,484	311.00%
14	- Other	(100,063)	117,933	217.86%
15	410.1 Provision for Deferred Income Taxes	403,163	(262,255)	-165.05%
16	411.1 (Less) Provision for Def. Inc. Taxes - Cr.			
17	411.4 Investment Tax Credit Adjustments	(21,062)	(21,062)	
18	411.6 (Less) Gains from Disposition of Utility Plant			
19	411.7 Losses from Disposition of Utility Plant			
20	TOTAL Utility Operating Expenses	28,569,967	34,712,632	21.50%
21	NET UTILITY OPERATING INCOME	1,219,344	1,591,270	30.50%

MONTANA REVENUES

SCHEDULE 9

	Account Number & Title	Last Year	This Year	% Change
1	Sales of Gas			
2	480 Residential	17,491,366	21,439,709	22.57%
3	481 Commercial & Industrial - Small	2,659,805	3,005,023	12.98%
4	Commercial & Industrial - Large	7,699,209	9,897,822	28.56%
5	482 Other Sales to Public Authorities			
6	484 Interdepartmental Sales			
7	485 Intracompany Transfers			
8	TOTAL Sales to Ultimate Consumers	27,850,380	34,342,554	23.31%
9	483 Sales for Resale			
10	TOTAL Sales of Gas	27,850,380	34,342,554	23.31%
11	Other Operating Revenues			
12	487 Forfeited Discounts & Late Payment Revenues			
13	488 Miscellaneous Service Revenues	5,165	(23)	-100.45%
14	489 Revenues from Transp. of Gas for Others	1,933,766	1,961,371	1.43%
15	490 Sales of Products Extracted from Natural Gas			
16	491 Revenues from Nat. Gas Processed by Others			
17	492 Incidental Gasoline & Oil Sales			
18	493 Rent From Gas Property			
19	494 Interdepartmental Rents			
20	495 Other Gas Revenues			
21	TOTAL Other Operating Revenues	1,938,931	1,961,348	1.16%
22	Total Gas Operating Revenues	29,789,311	36,303,902	21.87%
23				
24	496 (Less) Provision for Rate Refunds			
25				
26	TOTAL Oper. Revs. Net of Pro. for Refunds	29,789,311	36,303,902	21.87%
27				

MONTANA OPERATION & MAINTENANCE EXPENSES

Year: 2006

Account Number & Title		Last Year	This Year	% Change
1	Production Expenses			
2	Production & Gathering - Operation			
3	750 Operation Supervision & Engineering			
4	751 Production Maps & Records			
5	752 Gas Wells Expenses			
6	753 Field Lines Expenses			
7	754 Field Compressor Station Expenses			
8	755 Field Compressor Station Fuel & Power			
9	756 Field Measuring & Regulating Station Expense			
10	757 Purification Expenses			
11	758 Gas Well Royalties			
12	759 Other Expenses			
13	760 Rents			
14	Total Operation - Natural Gas Production			
15	Production & Gathering - Maintenance			
16	761 Maintenance Supervision & Engineering			
17	762 Maintenance of Structures & Improvements			
18	763 Maintenance of Producing Gas Wells			
19	764 Maintenance of Field Lines			
20	765 Maintenance of Field Compressor Sta. Equip.			
21	766 Maintenance of Field Meas. & Reg. Sta. Equip.			
22	767 Maintenance of Purification Equipment			
23	768 Maintenance of Drilling & Cleaning Equip.			
24	769 Maintenance of Other Equipment			
25	Total Maintenance- Natural Gas Prod.			
26	TOTAL Natural Gas Production & Gathering			
27	Products Extraction - Operation			
28	770 Operation Supervision & Engineering			
29	771 Operation Labor			
30	772 Gas Shrinkage			
31	773 Fuel			
32	774 Power			
33	775 Materials			
34	776 Operation Supplies & Expenses			
35	777 Gas Processed by Others			
36	778 Royalties on Products Extracted			
37	779 Marketing Expenses			
38	780 Products Purchased for Resale			
39	781 Variation in Products Inventory			
40	782 (Less) Extracted Products Used by Utility - Cr.			
41	783 Rents			
42	Total Operation - Products Extraction			
43	Products Extraction - Maintenance			
44	784 Maintenance Supervision & Engineering			
45	785 Maintenance of Structures & Improvements			
46	786 Maintenance of Extraction & Refining Equip.			
47	787 Maintenance of Pipe Lines			
48	788 Maintenance of Extracted Prod. Storage Equip.			
49	789 Maintenance of Compressor Equipment			
50	790 Maintenance of Gas Meas. & Reg. Equip.			
51	791 Maintenance of Other Equipment			
52	Total Maintenance - Products Extraction			
53	TOTAL Products Extraction			

MONTANA OPERATION & MAINTENANCE EXPENSES

Year: 2006

Account Number & Title		Last Year	This Year	% Change
1	Production Expenses - continued			
2				
3	Exploration & Development - Operation			
4	795 Delay Rentals			
5	796 Nonproductive Well Drilling			
6	797 Abandoned Leases			
7	798 Other Exploration			
8	TOTAL Exploration & Development			
9				
10	Other Gas Supply Expenses - Operation			
11	800 Natural Gas Wellhead Purchases			
12	800.1 Nat. Gas Wellhead Purch., Intracomp. Trans.			
13	801 Natural Gas Field Line Purchases			
14	802 Natural Gas Gasoline Plant Outlet Purchases			
15	803 Natural Gas Transmission Line Purchases			
16	804 Natural Gas City Gate Purchases			
17	805 Other Gas Purchases	22,749,474	28,618,849	25.80%
18	805.1 Purchased Gas Cost Adjustments	(1,924,048)	10,627	100.55%
19	805.2 Incremental Gas Cost Adjustments			
20	806 Exchange Gas			
21	807.1 Well Expenses - Purchased Gas			
22	807.2 Operation of Purch. Gas Measuring Stations			
23	807.3 Maintenance of Purch. Gas Measuring Stations			
24	807.4 Purchased Gas Calculations Expenses			
25	807.5 Other Purchased Gas Expenses			
26	808.1 Gas Withdrawn from Storage -Dr.	3,837,273	(418,889)	-110.92%
27	808.2 (Less) Gas Delivered to Storage -Cr.	(2,581,310)		n/a
28	809.2 (Less) Deliveries of Nat. Gas for Processing-Cr.			
29	810 (Less) Gas Used for Compressor Sta. Fuel-Cr.			
30	811 (Less) Gas Used for Products Extraction-Cr.			
31	812 (Less) Gas Used for Other Utility Operations-Cr.	(21,978)	(19,415)	11.66%
32	813 Other Gas Supply Expenses			
33	TOTAL Other Gas Supply Expenses	22,059,411	28,191,172	27.80%
34				
35	TOTAL PRODUCTION EXPENSES	22,059,411	28,191,172	27.80%

MONTANA OPERATION & MAINTENANCE EXPENSES

Year: 2006

Account Number & Title		Last Year	This Year	% Change
1	Storage, Terminaling & Processing Expenses			
2				
3	Underground Storage Expenses - Operation			
4	814 Operation Supervision & Engineering			
5	815 Maps & Records			
6	816 Wells Expenses			
7	817 Lines Expenses			
8	818 Compressor Station Expenses			
9	819 Compressor Station Fuel & Power			
10	820 Measuring & Reg. Station Expenses			
11	821 Purification Expenses			
12	822 Exploration & Development			
13	823 Gas Losses			
14	824 Other Expenses			
15	825 Storage Well Royalties			
16	826 Rents			
17	Total Operation - Underground Strg. Exp.			
18				
19	Underground Storage Expenses - Maintenance			
20	830 Maintenance Supervision & Engineering			
21	831 Maintenance of Structures & Improvements			
22	832 Maintenance of Reservoirs & Wells			
23	833 Maintenance of Lines			
24	834 Maintenance of Compressor Station Equip.			
25	835 Maintenance of Meas. & Reg. Sta. Equip.			
26	836 Maintenance of Purification Equipment			
27	837 Maintenance of Other Equipment			
28	Total Maintenance - Underground Storage			
29	TOTAL Underground Storage Expenses			
30				
31	Other Storage Expenses - Operation			
32	840 Operation Supervision & Engineering			
33	841 Operation Labor and Expenses			
34	842 Rents			
35	842.1 Fuel			
36	842.2 Power			
37	842.3 Gas Losses			
38	Total Operation - Other Storage Expenses			
39				
40	Other Storage Expenses - Maintenance			
41	843.1 Maintenance Supervision & Engineering			
42	843.2 Maintenance of Structures & Improvements			
43	843.3 Maintenance of Gas Holders			
44	843.4 Maintenance of Purification Equipment			
45	843.6 Maintenance of Vaporizing Equipment			
46	843.7 Maintenance of Compressor Equipment			
47	843.8 Maintenance of Measuring & Reg. Equipment			
48	843.9 Maintenance of Other Equipment			
49	Total Maintenance - Other Storage Exp.			
50	TOTAL - Other Storage Expenses			
51				
52	TOTAL - STORAGE, TERMINALING & PROC.			

MONTANA OPERATION & MAINTENANCE EXPENSES

Year: 2006

Account Number & Title		Last Year	This Year	% Change
1	Transmission Expenses			
2	Operation			
3	850 Operation Supervision & Engineering			
4	851 System Control & Load Dispatching			
5	852 Communications System Expenses			
6	853 Compressor Station Labor & Expenses			
7	854 Gas for Compressor Station Fuel			
8	855 Other Fuel & Power for Compressor Stations			
9	856 Mains Expenses			
10	857 Measuring & Regulating Station Expenses			
11	858 Transmission & Compression of Gas by Others			
12	859 Other Expenses			
13	860 Rents			
14	Total Operation - Transmission			
15	Maintenance			
16	861 Maintenance Supervision & Engineering			
17	862 Maintenance of Structures & Improvements			
18	863 Maintenance of Mains			
19	864 Maintenance of Compressor Station Equip.			
20	865 Maintenance of Measuring & Reg. Sta. Equip.			
21	866 Maintenance of Communication Equipment			
22	867 Maintenance of Other Equipment			
23	Total Maintenance - Transmission			
24	TOTAL Transmission Expenses			
25	Distribution Expenses			
26	Operation			
27	870 Operation Supervision & Engineering			
28	871 Distribution Load Dispatching			
29	872 Compressor Station Labor and Expenses			
30	873 Compressor Station Fuel and Power			
31	874 Mains and Services Expenses	106,396	126,770	19.15%
32	875 Measuring & Reg. Station Exp.-General	27,351	27,465	0.42%
33	876 Measuring & Reg. Station Exp.-Industrial			
34	877 Meas. & Reg. Station Exp.-City Gate Ck. Sta.			
35	878 Meter & House Regulator Expenses	56,946	39,664	-30.35%
36	879 Customer Installations Expenses	310,228	375,821	21.14%
37	880 Other Expenses	245,361	231,482	-5.66%
38	881 Rents			
39	Total Operation - Distribution	746,282	801,202	7.36%
40	Maintenance			
41	885 Maintenance Supervision & Engineering			
42	886 Maintenance of Structures & Improvements			
43	887 Maintenance of Mains	62,789	74,686	18.95%
44	888 Maint. of Compressor Station Equipment			
45	889 Maint. of Meas. & Reg. Station Exp.-General			
46	890 Maint. of Meas. & Reg. Sta. Exp.-Industrial			
47	891 Maint. of Meas. & Reg. Sta. Equip.-City Gate			
48	892 Maintenance of Services	48,769	14,710	-69.84%
49	893 Maintenance of Meters & House Regulators	29,045	45,717	57.40%
50	894 Maintenance of Other Equipment			
51	Total Maintenance - Distribution	140,603	135,113	-3.90%
52	TOTAL Distribution Expenses	886,885	936,315	5.57%

MONTANA OPERATION & MAINTENANCE EXPENSES

Year: 2006

Account Number & Title		Last Year	This Year	% Change
1				
2	Customer Accounts Expenses			
3	Operation			
4	901 Supervision	22,587	31,204	38.15%
5	902 Meter Reading Expenses	157,518	191,274	21.43%
6	903 Customer Records & Collection Expenses	590,441	547,545	-7.27%
7	904 Uncollectible Accounts Expenses	114,519	221,301	93.24%
8	905 Miscellaneous Customer Accounts Expenses	3,369	4,192	24.43%
9				
10	TOTAL Customer Accounts Expenses	888,434	995,516	12.05%
11				
12	Customer Service & Informational Expenses			
13	Operation			
14	907 Supervision	72	72	
15	908 Customer Assistance Expenses	98	98	
16	909 Informational & Instructional Advertising Exp.	347	3,220	827.95%
17	910 Miscellaneous Customer Service & Info. Exp.	44,852	20,898	-53.41%
18				
19	TOTAL Customer Service & Info. Expenses	45,369	24,288	-46.47%
20				
21	Sales Expenses			
22	Operation			
23	911 Supervision	24,456	14,394	-41.14%
24	912 Demonstrating & Selling Expenses			
25	913 Advertising Expenses			
26	916 Miscellaneous Sales Expenses			
27				
28	TOTAL Sales Expenses	24,456	14,394	-41.14%
29				
30	Administrative & General Expenses			
31	Operation			
32	920 Administrative & General Salaries	119,602	108,569	-9.22%
33	921 Office Supplies & Expenses	45,268	123,598	173.04%
34	922 (Less) Administrative Expenses Transferred - Cr.	(108,583)	(101,413)	6.60%
35	923 Outside Services Employed	83,138	120,678	45.15%
36	924 Property Insurance	446,637	348,410	-21.99%
37	925 Injuries & Damages	2,894	2,397	-17.17%
38	926 Employee Pensions & Benefits	463,908	250,539	-45.99%
39	927 Franchise Requirements			
40	928 Regulatory Commission Expenses	38,234	71,035	85.79%
41	929 (Less) Duplicate Charges - Cr.			
42	930.1 General Advertising Expenses			
43	930.2 Miscellaneous General Expenses	138,990	52,179	-62.46%
44	931 Rents			
45	Overheads	1,361,125	1,158,893	
46	TOTAL Operation - Admin. & General	2,591,213	2,134,885	-17.61%
47	Maintenance			
48	935 Maintenance of General Plant	116,420	130,292	11.92%
49				
50	TOTAL Administrative & General Expenses	2,707,633	2,265,177	-16.34%
51	TOTAL OPERATION & MAINTENANCE EXP.	26,612,188	32,426,862	21.85%

MONTANA TAXES OTHER THAN INCOME

Year: 2006

	Description of Tax	Last Year	This Year	% Change
1	Payroll Taxes	151,034	166,460	10.21%
2	Superfund			
3	Secretary of State			
4	Montana Consumer Counsel	39,801	27,327	-31.34%
5	Montana PSC	87,002	91,827	5.55%
6	Franchise Taxes			
7	Property Taxes	826,308	826,308	
8	Tribal Taxes			
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51	TOTAL MT Taxes other than Income	1,104,145	1,111,922	0.70%

PAYMENTS FOR SERVICES TO PERSONS OTHER THAN EMPLOYEES

Year: 2006

	Name of Recipient	Nature of Service	Total Company	Montana	% Montana
1	NONE				
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50	TOTAL Payments for Services				

POLITICAL ACTION COMMITTEES / POLITICAL CONTRIBUTIONS Year: 2006

	Description	Total Company	Montana	% Montana
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2	NONE			
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50	TOTAL Contributions			

Pension Costs

Year: 2006

1	Plan Name _____			
2	Defined Benefit Plan? _____	Defined Contribution Plan? _____		
3	Actuarial Cost Method? _____	IRS Code: _____		
4	Annual Contribution by Employer: _____	Is the Plan Over Funded? _____		
5				
	Item	Current Year	Last Year	% Change
6	Change in Benefit Obligation			
7	Benefit obligation at beginning of year			
8	Service cost			
9	Interest Cost			
10	Plan participants' contributions			
11	Amendments			
12	Actuarial Gain			
13	Acquisition			
14	Benefits paid			
15	Benefit obligation at end of year			
16	Change in Plan Assets			
17	Fair value of plan assets at beginning of year			
18	Actual return on plan assets			
19	Acquisition			
20	Employer contribution			
21	Plan participants' contributions			
22	Benefits paid			
23	Fair value of plan assets at end of year			
24	Funded Status			
25	Unrecognized net actuarial loss			
26	Unrecognized prior service cost			
27	Prepaid (accrued) benefit cost			
28				
29	Weighted-average Assumptions as of Year End			
30	Discount rate			
31	Expected return on plan assets			
32	Rate of compensation increase			
33				
34	Components of Net Periodic Benefit Costs			
35	Service cost			
36	Interest cost			
37	Expected return on plan assets			
38	Amortization of prior service cost			
39	Recognized net actuarial loss			
40	Net periodic benefit cost			
41				
42	Montana Intrastate Costs:			
43	Pension Costs			
44	Pension Costs Capitalized			
45	Accumulated Pension Asset (Liability) at Year End			
46	Number of Company Employees:			
47	Covered by the Plan	50	55	10.00%
48	Not Covered by the Plan	2	2	
49	Active	42	49	16.67%
50	Retired			
51	Deferred Vested Terminated	7	8	14.29%

Other Post Employment Benefits (OPEBS)

Year: 2006

	Item	Current Year	Last Year	% Change
1	Regulatory Treatment:			
2	Commission authorized - most recent			
3	Docket number: _____			
4	Order number: _____			
5	Amount recovered through rates			
6	Weighted-average Assumptions as of Year End			
7	Discount rate	6.00%	5.00%	-16.67%
8	Expected return on plan assets	8.50%	8.50%	
9	Medical Cost Inflation Rate	9.00%	9.50%	5.56%
10	Actuarial Cost Method			
11	Rate of compensation increase			
12	List each method used to fund OPEBs (ie: VEBA, 401(h)) and if tax advantaged:			
13				
14				
15	Describe any Changes to the Benefit Plan:			
16				
17	TOTAL COMPANY			
18	Change in Benefit Obligation			
19	Benefit obligation at beginning of year	941200	776600	-17.49%
20	Service cost	41800	37600	-10.05%
21	Interest Cost	40100	45600	13.72%
22	Plan participants' contributions			
23	Amendments	-395700		100.00%
24	Actuarial Gain	-222000	170100	176.62%
25	Acquisition			
26	Benefits paid	-63900	-88700	-38.81%
27	Benefit obligation at end of year	341500	941200	175.61%
28	Change in Plan Assets			
29	Fair value of plan assets at beginning of year	359900	444500	23.51%
30	Actual return on plan assets	11700	4100	-64.96%
31	Acquisition			
32	Employer contribution			
33	Plan participants' contributions			
34	Benefits paid	-63900	-88700	-38.81%
35	Fair value of plan assets at end of year	307700	359900	16.96%
36	Funded Status			
37	Unrecognized net actuarial loss	33800	581300	1619.82%
38	Unrecognized prior service cost	105400	-238400	-326.19%
39	Prepaid (accrued) benefit cost	139200	342900	146.34%
40	Components of Net Periodic Benefit Costs			
41	Service cost	41800	37600	-10.05%
42	Interest cost	40100	45600	13.72%
43	Expected return on plan assets	-29100	-36400	-25.09%
44	Amortization of prior service cost	19600	19600	
45	Recognized net actuarial loss	-276100	7400	102.68%
46	Net periodic benefit cost	-203700	73800	136.23%
47	Accumulated Post Retirement Benefit Obligation			
48	Amount Funded through VEBA			
49	Amount Funded through 401(h)			
50	Amount Funded through Other _____			
51	TOTAL			
52	Amount that was tax deductible - VEBA			
53	Amount that was tax deductible - 401(h)			
54	Amount that was tax deductible - Other _____			
55	TOTAL			

Other Post Employment Benefits (OPEBS) Continued

Year: 2006

	Item	Current Year	Last Year	% Change
1	Number of Company Employees:			
2	Covered by the Plan			
3	Not Covered by the Plan			
4	Active			
5	Retired			
6	Spouses/Dependants covered by the Plan			
7	Montana			
8	Change in Benefit Obligation			
9	Benefit obligation at beginning of year			
10	Service cost			
11	Interest Cost			
12	Plan participants' contributions			
13	Amendments			
14	Actuarial Gain			
15	Acquisition			
16	Benefits paid			
17	Benefit obligation at end of year			
18	Change in Plan Assets			
19	Fair value of plan assets at beginning of year			
20	Actual return on plan assets			
21	Acquisition			
22	Employer contribution			
23	Plan participants' contributions			
24	Benefits paid			
25	Fair value of plan assets at end of year			
26	Funded Status			
27	Unrecognized net actuarial loss			
28	Unrecognized prior service cost			
29	Prepaid (accrued) benefit cost			
30	Components of Net Periodic Benefit Costs			
31	Service cost			
32	Interest cost			
33	Expected return on plan assets			
34	Amortization of prior service cost			
35	Recognized net actuarial loss			
36	Net periodic benefit cost			
37	Accumulated Post Retirement Benefit Obligation			
38	Amount Funded through VEBA			
39	Amount Funded through 401(h)			
40	Amount Funded through other _____			
41	TOTAL			
42	Amount that was tax deductible - VEBA			
43	Amount that was tax deductible - 401(h)			
44	Amount that was tax deductible - Other			
45	TOTAL			
46	Montana Intrastate Costs:			
47	Pension Costs			
48	Pension Costs Capitalized			
49	Accumulated Pension Asset (Liability) at Year End			
50	Number of Montana Employees:			
51	Covered by the Plan			
52	Not Covered by the Plan			
53	Active			
54	Retired			
55	Spouses/Dependants covered by the Plan			

TOP TEN MONTANA COMPENSATED EMPLOYEES (ASSIGNED OR ALLOCATED)

Line No.	Name/Title	Base Salary	Bonuses	Other	Total Compensation	Total Compensation Last Year	% Increase Total Compensation
1	David A. Cerotske President & CEO	164,700	40,000		204,700	211,549	-3%
2	Wade F. Brooksby Chief Financial Officer Principal Accounting Officer	155,000			155,000	138,171	12%
3	John Allen Senior Vice President & General Counsel	139,000			139,000	163,008	-15%
4	Tim A. Good Vice President for Natural Gas Operations	127,200			127,200	143,829	-12%
5	Douglas Mann Vice President for Propane Operations	98,000			98,000	119,748	-18%
6	Jed Henthorne IT Manager	84,936			84,936	78,944	8%
7	Earl Terwilliger Division Manager Energy West MT	72,788			72,788	78,265	-7%
8	Evan Mathews Manager West Yellowstone	66,429			66,429	70,146	-5%
9	Kurt Baltrusch Director of Operations	65,843			65,843	80,008	-18%
10	Lynn Hardin Mgr. Regulatory Affairs and Special Projects					136,852	-100%

COMPENSATION OF TOP 5 CORPORATE EMPLOYEES - SEC INFORMATION

Line No.	Name/Title	Base Salary	Bonuses	Other	Total Compensation	Total Compensation Last Year	% Increase Total Compensation
1	David A. Cerotske President & CEO	164,700	40,000		204,700	211,549	-3%
2	Wade F. Brooksby Vice President and Chief Financial Officer	155,000			155,000	138,171	12%
3	John C. Allen Senior Vice President & General Counsel	139,000			139,000	163,008	-15%
4	Tim A. Good Vice President for Natural Gas Operations, Assistant Secretary	127,200			127,200	143,829	-12%
5	Douglas R. Mann Vice President for Propane Operations, Assistant Secretary	98,000			98,000	119,748	-18%

BALANCE SHEET

Year: 2006

	Account Number & Title	Last Year	This Year	% Change
1	Assets and Other Debits			
2	Utility Plant			
3	101 Gas Plant in Service	63,799,897	65,870,752	-3%
4	101.1 Property Under Capital Leases			
5	102 Gas Plant Purchased or Sold			
6	104 Gas Plant Leased to Others			
7	105 Gas Plant Held for Future Use			
8	105.1 Production Properties Held for Future Use			
9	106 Completed Constr. Not Classified - Gas			
10	107 Construction Work in Progress - Gas			
11	108 (Less) Accumulated Depreciation	(30,356,535)	(32,056,956)	5%
12	111 (Less) Accumulated Amortization & Depletion			
13	114 Gas Plant Acquisition Adjustments			
14	115 (Less) Accum. Amort. Gas Plant Acq. Adj.			
15	116 Other Gas Plant Adjustments			
16	117 Gas Stored Underground - Noncurrent			
17	118 Other Utility Plant			
18	119 Accum. Depr. and Amort. - Other Util. Plant			
19	TOTAL Utility Plant	33,443,363	33,813,796	-1%
20	Other Property & Investments			
21	121 Nonutility Property	7,781,569	7,967,965	-2%
22	122 (Less) Accum. Depr. & Amort. of Nonutil. Prop.	(2,282,809)	(2,677,701)	15%
23	123 Investments in Associated Companies			
24	123.1 Investments in Subsidiary Companies			
25	124 Other Investments			
26	125 Sinking Funds			
27	TOTAL Other Property & Investments	5,498,761	5,290,264	4%
28	Current & Accrued Assets			
29	131 Cash	93,606	1,639,578	-94%
30	132-134 Special Deposits			
31	135 Working Funds			
32	136 Temporary Cash Investments			
33	141 Notes Receivable	174,561		#DIV/0!
34	142 Customer Accounts Receivable	7,178,854	5,325,763	35%
35	143 Other Accounts Receivable			
36	144 (Less) Accum. Provision for Uncollectible Accts.	(294,646)	(142,372)	-107%
37	145 Notes Receivable - Associated Companies			
38	146 Accounts Receivable - Associated Companies			
39	151 Fuel Stock			
40	152 Fuel Stock Expenses Undistributed			
41	153 Residuals and Extracted Products			
42	154 Plant Materials and Operating Supplies	440,959	455,228	-3%
43	155 Merchandise			
44	156 Other Material & Supplies			
45	163 Stores Expense Undistributed			
46	164.1 Gas Stored Underground - Current	3,711,033	5,424,778	-32%
47	165 Prepayments	386,606	290,860	33%
48	166 Advances for Gas Explor., Devl. & Production			
49	171 Interest & Dividends Receivable			
50	172 Rents Receivable			
51	173 Accrued Utility Revenues			
52	174 Miscellaneous Current & Accrued Assets	2,043,717	137,865	1382%
53	TOTAL Current & Accrued Assets	13,734,690	13,131,700	5%

BALANCE SHEET

Year: 2006

	Account Number & Title	Last Year	This Year	% Change
1	Assets and Other Debits (cont.)			
2				
3	Deferred Debits			
4				
5	181 Unamortized Debt Expense	1,240,490	991,151	25%
6	182.1 Extraordinary Property Losses			
7	182.2 Unrecovered Plant & Regulatory Study Costs	484,367	355,253	36%
8	183.1 Prelim. Nat. Gas Survey & Investigation Chrg.			
9	183.2 Other Prelim. Nat. Gas Survey & Invtg. Chrgs.			
10	184 Clearing Accounts			
11	185 Temporary Facilities			
12	186 Miscellaneous Deferred Debits	3,168,547	3,025,139	5%
13	187 Deferred Losses from Disposition of Util. Plant			
14	188 Research, Devel. & Demonstration Expend.			
15	189 Unamortized Loss on Reacquired Debt			
16	190 Accumulated Deferred Income Taxes			
17	191 Unrecovered Purchased Gas Costs	1,863,475	1,323,442	41%
18	192.1 Unrecovered Incremental Gas Costs			
19	192.2 Unrecovered Incremental Surcharges			
20	TOTAL Deferred Debits	6,756,879	5,694,985	19%
21				
22	TOTAL ASSETS & OTHER DEBITS	59,433,692	57,930,745	3%
	Account Number & Title	Last Year	This Year	% Change
23	Liabilities and Other Credits			
24				
25	Proprietary Capital			
26				
27	201 Common Stock Issued	436,892	440,127	-1%
28	202 Common Stock Subscribed			
29	204 Preferred Stock Issued			
30	205 Preferred Stock Subscribed			
31	207 Premium on Capital Stock			
32	211 Miscellaneous Paid-In Capital	7,435,309	7,634,337	-3%
33	213 (Less) Discount on Capital Stock			
34	214 (Less) Capital Stock Expense			
35	215 Appropriated Retained Earnings			
36	216 Unappropriated Retained Earnings	9,314,424	11,090,649	-16%
37	217 (Less) Reacquired Capital Stock			
38	TOTAL Proprietary Capital	17,186,625	19,165,113	-10%
39				
40	Long Term Debt			
41				
42	221 Bonds			
43	222 (Less) Reacquired Bonds			
44	223 Advances from Associated Companies			
45	224 Other Long Term Debt	18,677,197	17,605,000	6%
46	225 Unamortized Premium on Long Term Debt			
47	226 (Less) Unamort. Discount on L-Term Debt-Dr.			
48	TOTAL Long Term Debt	18,677,197	17,605,000	6%

BALANCE SHEET

Year: 2006

	Account Number & Title	Last Year	This Year	% Change
1				
2	Total Liabilities and Other Credits (cont.)			
3				
4	Other Noncurrent Liabilities			
5				
6	227 Obligations Under Cap. Leases - Noncurrent			
7	228.1 Accumulated Provision for Property Insurance			
8	228.2 Accumulated Provision for Injuries & Damages			
9	228.3 Accumulated Provision for Pensions & Benefits			
10	228.4 Accumulated Misc. Operating Provisions			
11	229 Accumulated Provision for Rate Refunds			
12	TOTAL Other Noncurrent Liabilities			
13				
14	Current & Accrued Liabilities			
15				
16	231 Notes Payable	3,900,000		#DIV/0!
17	232 Accounts Payable	2,651,047	3,592,260	-26%
18	233 Notes Payable to Associated Companies			
19	234 Accounts Payable to Associated Companies			
20	235 Customer Deposits	423,420	470,496	-10%
21	236 Taxes Accrued			
22	237 Interest Accrued	97,987	140,648	-30%
23	238 Dividends Declared			
24	239 Matured Long Term Debt	1,013,089	1,058,213	
25	240 Matured Interest			
26	241 Tax Collections Payable			
27	242 Miscellaneous Current & Accrued Liabilities	3,326,685	3,426,972	-3%
28	243 Obligations Under Capital Leases - Current			
29	TOTAL Current & Accrued Liabilities	11,412,228	8,688,589	31%
30				
31	Deferred Credits			
32				
33	252 Customer Advances for Construction	2,125,385	2,232,825	-5%
34	253 Other Deferred Credits	2,719,810	2,005,951	36%
35	255 Accumulated Deferred Investment Tax Credits	313,282	292,220	7%
36	256 Deferred Gains from Disposition Of Util. Plant			
37	257 Unamortized Gain on Reacquired Debt			
38	281-283 Accumulated Deferred Income Taxes	6,998,866	7,941,047	-12%
39	TOTAL Deferred Credits	12,157,343	12,472,043	-3%
40				
41	TOTAL LIABILITIES & OTHER CREDITS	59,433,393	57,930,745	3%

NOTE: The balance sheet represents Energy West Inc.

MONTANA PLANT IN SERVICE (ASSIGNED & ALLOCATED)

Year: 2006

	Account Number & Title	Last Year	This Year	% Change
1	Intangible Plant			
2				
3	301 Organization			
4	302 Franchises & Consents			
5	303 Miscellaneous Intangible Plant	7,136	7,136	
6				
7	TOTAL Intangible Plant	7,136	7,136	
8				
9	Production Plant			
10				
11	Production & Gathering Plant			
12				
13	325.1 Producing Lands			
14	325.2 Producing Leaseholds			
15	325.3 Gas Rights			
16	325.4 Rights-of-Way			
17	325.5 Other Land & Land Rights			
18	326 Gas Well Structures			
19	327 Field Compressor Station Structures			
20	328 Field Meas. & Reg. Station Structures			
21	329 Other Structures			
22	330 Producing Gas Wells-Well Construction			
23	331 Producing Gas Wells-Well Equipment			
24	332 Field Lines			
25	333 Field Compressor Station Equipment			
26	334 Field Meas. & Reg. Station Equipment			
27	335 Drilling & Cleaning Equipment			
28	336 Purification Equipment			
29	337 Other Equipment			
30	338 Unsuccessful Exploration & Dev. Costs			
31				
32	Total Production & Gathering Plant			
33				
34	Products Extraction Plant			
35				
36	340 Land & Land Rights			
37	341 Structures & Improvements			
38	342 Extraction & Refining Equipment			
39	343 Pipe Lines			
40	344 Extracted Products Storage Equipment			
41	345 Compressor Equipment			
42	346 Gas Measuring & Regulating Equipment			
43	347 Other Equipment			
44				
45	Total Products Extraction Plant			
46				
47	TOTAL Production Plant			

MONTANA PLANT IN SERVICE (ASSIGNED & ALLOCATED)

Year: 2006

	Account Number & Title	Last Year	This Year	% Change
1				
2	Natural Gas Storage and Processing Plant			
3				
4	Underground Storage Plant			
5				
6	350.1 Land			
7	350.2 Rights-of-Way			
8	351 Structures & Improvements			
9	352 Wells			
10	352.1 Storage Leaseholds & Rights			
11	352.2 Reservoirs			
12	352.3 Non-Recoverable Natural Gas			
13	353 Lines			
14	354 Compressor Station Equipment			
15	355 Measuring & Regulating Equipment			
16	356 Purification Equipment			
17	357 Other Equipment			
18				
19	Total Underground Storage Plant			
20				
21	Other Storage Plant			
22				
23	360 Land & Land Rights			
24	361 Structures & Improvements			
25	362 Gas Holders			
26	363 Purification Equipment			
27	363.1 Liquification Equipment			
28	363.2 Vaporizing Equipment			
29	363.3 Compressor Equipment			
30	363.4 Measuring & Regulating Equipment			
31	363.5 Other Equipment			
32				
33	Total Other Storage Plant			
34				
35	TOTAL Natural Gas Storage and Processing Plant			
36				
37	Transmission Plant			
38				
39	365.1 Land & Land Rights			
40	365.2 Rights-of-Way			
41	366 Structures & Improvements			
42	367 Mains			
43	368 Compressor Station Equipment			
44	369 Measuring & Reg. Station Equipment			
45	370 Communication Equipment			
46	371 Other Equipment			
47				
48	TOTAL Transmission Plant			

MONTANA PLANT IN SERVICE (ASSIGNED & ALLOCATED)

Year: 2006

	Account Number & Title	Last Year	This Year	% Change
1				
2	Distribution Plant			
3				
4	374 Land & Land Rights			
5	375 Structures & Improvements	437,481	437,481	
6	376 Mains	10,425,074	10,638,578	-2%
7	377 Compressor Station Equipment			
8	378 Meas. & Reg. Station Equipment-General	127,541	146,581	-13%
9	379 Meas. & Reg. Station Equipment-City Gate			
10	380 Services	8,678,545	9,196,390	-6%
11	381 Meters	1,497,423	1,494,549	0%
12	382 Meter Installations	1,638,590	1,693,281	-3%
13	383 House Regulators	443,780	443,780	
14	384 House Regulator Installations	606,126	611,062	-1%
15	385 Industrial Meas. & Reg. Station Equipment	9,793	9,793	
16	386 Other Prop. on Customers' Premises			
17	387 Other Equipment			
18				
19	TOTAL Distribution Plant	23,864,353	24,671,494	-3%
20				
21	General Plant			
22				
23	389 Land & Land Rights	60,409	60,409	
24	390 Structures & Improvements	2,035,345	2,035,345	
25	391 Office Furniture & Equipment	4,864,759	4,850,838	0%
26	392 Transportation Equipment	778,116	810,806	-4%
27	393 Stores Equipment	554	554	
28	394 Tools, Shop & Garage Equipment	362,073	362,073	
29	395 Laboratory Equipment	35,025	35,025	
30	396 Power Operated Equipment	452,706	479,757	-6%
31	397 Communication Equipment	354,385	354,385	
32	398 Miscellaneous Equipment	6,681		
33	399 Other Tangible Property	20,582	20,582	
34				
35	TOTAL General Plant	8,970,634	9,009,774	0%
36				
37	TOTAL Gas Plant in Service	32,842,123	33,688,404	-3%

MONTANA DEPRECIATION SUMMARY

Year: 2006

	Functional Plant Classification	Plant Cost	Accumulated Depreciation		Current Avg. Rate
			Last Year Bal.	This Year Bal.	
1	Production & Gathering				
2	Products Extraction				
3	Underground Storage				
4	Other Storage				
5	Transmission				
6	Distribution	24,608,353	11,767,796	12,404,925	
7	General	9,016,910	5,948,413	6,125,561	
8	TOTAL	33,625,263	17,716,209	18,530,487	

MONTANA MATERIALS & SUPPLIES (ASSIGNED & ALLOCATED)

SCHEDULE 21

	Account	Last Year Bal.	This Year Bal.	%Change
1				
2	151 Fuel Stock			
3	152 Fuel Stock Expenses - Undistributed			
4	153 Residuals & Extracted Products			
5	154 Plant Materials & Operating Supplies:			
6	Assigned to Construction (Estimated)	150,981	175,819	-14%
7	Assigned to Operations & Maintenance	16,776	19,535	-14%
8	Production Plant (Estimated)			
9	Transmission Plant (Estimated)			
10	Distribution Plant (Estimated)			
11	Assigned to Other			
12	155 Merchandise	8,411	8,579	-2%
13	156 Other Materials & Supplies			
14	163 Stores Expense Undistributed			
15				
16	TOTAL Materials & Supplies	176,167	203,934	-14%

MONTANA REGULATORY CAPITAL STRUCTURE & COSTS

SCHEDULE 22

	Commission Accepted - Most Recent	% Cap. Str.	% Cost Rate	Weighted Cost
1	Docket Number D2004.3.46			
2	Order Number 6603A			
3				
4	Common Equity	42.35%	10.27%	4.35%
5	Preferred Stock			
6	Long Term Debt	57.65%	8.20%	4.73%
7	Other			
8	TOTAL	100.00%		9.08%
9				
10	Actual at Year End			
11				
12	Common Equity 19,165,113.00	52.12%	7.25%	3.779%
13	Preferred Stock			
14	Long Term Debt 17,605,000.00	47.88%	8.20%	3.926%
15	Other			
16	TOTAL 36,770,113.00	100.00%		7.705%

STATEMENT OF CASH FLOWS

Year: 2006

	Description	Last Year	This Year	% Change
1				
2	Increase/(decrease) in Cash & Cash Equivalents:			
3				
4	Cash Flows from Operating Activities:			
5	Net Income	1,381,469	2,316,670	-40%
6	Depreciation	3,016,716	2,880,957	5%
7	Amortization			
8	Deferred Income Taxes - Net	1,772,533	330,034	437%
9	Investment Tax Credit Adjustments - Net	(21,062)	(21,062)	
10	Change in Operating Receivables - Net	77,789	2,545,161	-97%
11	Change in Materials, Supplies & Inventories - Net	1,220,518	(1,804,114)	168%
12	Change in Operating Payables & Accrued Liabilities - Net	(500,217)	481,399	-204%
13	Allowance for Funds Used During Construction (AFUDC)			
14	Change in Other Assets & Liabilities - Net	(5,603,327)	2,429,348	-331%
15	Other Operating Activities (explained on attached page)			
16	Net Cash Provided by/(Used in) Operating Activities	1,344,419	9,158,393	-85%
17				
18	Cash Inflows/Outflows From Investment Activities:			
19	Construction/Acquisition of Property, Plant and Equipment	(2,795,565)	(2,472,972)	-13%
20	(net of AFUDC & Capital Lease Related Acquisitions)			
21	Acquisition of Other Noncurrent Assets		174,561	-100%
22	Proceeds from Disposal of Noncurrent Assets			
23	Investments In and Advances to Affiliates			
24	Contributions and Advances from Affiliates			
25	Disposition of Investments in and Advances to Affiliates			
26	Other Investing Activities (explained on attached page)	328,862	86,495	280%
27	Net Cash Provided by/(Used in) Investing Activities	(2,466,703)	(2,211,916)	-12%
28				
29	Cash Flows from Financing Activities:			
30	Proceeds from Issuance of:			
31	Long-Term Debt			
32	Preferred Stock			
33	Common Stock	2,202,956	21,228	10278%
34	Other:	3,500,000		#DIV/0!
35	Net Increase in Short-Term Debt			
36	Other:			
37	Payment for Retirement of:			
38	Long-Term Debt	(2,979,706)	(1,027,073)	-190%
39	Preferred Stock			
40	Common Stock			
41	Other:			
42	Net Decrease in Short-Term Debt	(2,830,062)	(3,900,000)	27%
43	Dividends on Preferred Stock			
44	Dividends on Common Stock		(494,660)	100%
45	Other Financing Activities (explained on attached page)			
46	Net Cash Provided by (Used in) Financing Activities	(106,812)	(5,400,505)	98%
47				
48	Net Increase/(Decrease) in Cash and Cash Equivalents	(1,229,096)	1,545,972	-180%
49	Cash and Cash Equivalents at Beginning of Year	1,322,702	93,606	1313%
50	Cash and Cash Equivalents at End of Year	93,606	1,639,578	-94%

NOTE: Cash flow statement represents Energy West, Inc.

LONG TERM DEBT

Year: 2006

	Description	Issue Date Mo./Yr.	Maturity Date Mo./Yr.	Principal Amount	Net Proceeds	Outstanding Per Balance Sheet	Yield to Maturity	Annual Net Cost Inc. Prem/Disc.	Total Cost %
1	Industrial Development	Sep 1992	Oct 2012	1,800,000	1,800,000	880,000	3.35%	66,693	7.58%
2	Revenue Obligations						6.50%		
3	Series 1992B								
4	Series 1993 Notes Payab.	June 1993	June 2013	7,800,000	7,800,000	4,840,000	6.20%	440,293	9.10%
5	Series 1997 Notes Payab.	Aug 1997	June 2012	8,000,000	8,000,000	7,840,000	7.60%	621,194	7.92%
6									
7									
8	Series 1997 Notes Payab.	Aug 1997	June 2012	8,000,000	8,000,000	7,840,000	7.50%	621,194	7.92%
9	Capital lease					3,213			
10									
11						650,717			
12	Asset Retirement Obligation								
13									
14	Term Loan	March 2004	March 2009	8,000,000	8,000,000	5,100,000		586,309	11.50%
15									
16									
17									
18									
19									
20									
21									
22									
23									
24									
25									
26									
27									
28									
29									
30									
31									
32	TOTAL			25,600,000	25,600,000	19,313,930		1,714,489	8.88%

PREFERRED STOCK

Year: 2006

	Series	Issue Date Mo./Yr.	Shares Issued	Par Value	Call Price	Net Proceeds	Cost of Money	Principal Outstanding	Annual Cost	Embed. Cost %
1	NOT APPLICABLE									
2										
3										
4										
5										
6										
7										
8										
9										
10										
11										
12										
13										
14										
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21										
22										
23										
24										
25										
26										
27										
28										
29										
30										
31										
32	TOTAL									

COMMON STOCK

Year: 2006

	Avg. Number of Shares Outstanding	Book Value Per Share	Earnings Per Share	Dividends Per Share	Retention Ratio	Market Price	Price/Earnings Ratio	
						High	Low	
1								
2								
3								
4	2912564	5.82				11.000	8.260	
5								
6	2912564	5.77				10.650	8.200	
7								
8	2912564	5.69	(0.21)			13.890	8.720	
9							(53.8)	
10	2916846	5.64				11.600	8.910	
11								
12	2916846	5.81				10.250	8.590	
13								
14	2916846	6.07	0.38			10.900	8.800	
15							25.9	
16	2921839	6.14				10.200	8.570	
17								
18	2921839	6.35				9.890	9.060	
19								
20	2921839	6.57	0.56			11.000	9.210	
21							18.0	
22	2924512	6.62				11.000	9.640	
23								
24	2924512	6.57				10.260	9.550	
25								
26	2924512	6.49	0.06			10.610	8.700	
27							160.9	
28								
29								
30								
31								
32	TOTAL Year End				100.00%			
			0.79					

Company Name: ENERGY WEST MONTANA - GREAT FALLS

MONTANA CUSTOMER INFORMATION

	City/Town	Population (Include Rural)	Residential Customers	Commercial Customers	Industrial & Other Customers
1	Great Falls	67,724	23,723	3,177	
2					
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32	TOTAL Montana Customers	67,724	23,723	3,177	

MONTANA EARNED RATE OF RETURN

Year: 2006

	Description	Last Year	This Year	% Change
1	Rate Base			
2	101 Plant in Service	32,257,610	33,265,264	3.12%
3	108 (Less) Accumulated Depreciation	(17,277,962)	(18,123,348)	-4.89%
4	NET Plant in Service	14,979,648	15,141,916	1.08%
5				
6	Additions			
7	154, 156 Materials & Supplies	3,436,832	6,111,482	77.82%
8	165 Prepayments			
9	Other Additions	2,890,709	2,650,772	-8.30%
10	TOTAL Additions	6,327,541	8,762,254	38.48%
11				
12	Deductions			
13	190 Accumulated Deferred Income Taxes	2,543,821	2,591,132	1.86%
14	252 Customer Advances for Construction	552,620	661,414	19.69%
15	255 Accumulated Def. Investment Tax Credits			
16	Other Deductions			
17	TOTAL Deductions	3,096,441	3,252,546	5.04%
18	TOTAL Rate Base	18,210,748	20,651,624	13.40%
19				
20	Net Earnings	1,219,344	1,591,270	30.50%
21				
22	Rate of Return on Average Rate Base	6.696%	7.705%	15.08%
23				
24	Rate of Return on Average Equity	7.095%	8.303%	17.03%
25				
26	Major Normalizing Adjustments & Commission			
27	Ratemaking adjustments to Utility Operations			
28				
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46				
47	Adjusted Rate of Return on Average Rate Base			
48				
49	Adjusted Rate of Return on Average Equity			

MONTANA COMPOSITE STATISTICS

Year: 2006

	Description	Amount
1		
2	Plant (Intrastate Only) (000 Omitted)	
3		
4	101 Plant in Service	33,688
5	107 Construction Work in Progress	
6	114 Plant Acquisition Adjustments	
7	105 Plant Held for Future Use	
8	154, 156 Materials & Supplies	204
9	(Less):	
10	108, 111 Depreciation & Amortization Reserves	(18,530)
11	252 Contributions in Aid of Construction	
12		
13	NET BOOK COSTS	15,362
14		
15	Revenues & Expenses (000 Omitted)	
16		
17	400 Operating Revenues	36,304
18		
19	403 - 407 Depreciation & Amortization Expenses	785
20	Federal & State Income Taxes	389
21	Other Taxes	1,112
22	Other Operating Expenses	32,426
23	TOTAL Operating Expenses	34,712
24		
25	Net Operating Income	1,592
26		
27	415 - 421.1 Other Income	184
28	421.2 - 426.5 Other Deductions	892
29		
30	NET INCOME	884
31		
32	Customers (Intrastate Only)	
33		
34	Year End Average:	
35	Residential	23,723
36	Commercial	3,177
37	Industrial	
38	Other	
39		
40	TOTAL NUMBER OF CUSTOMERS	26,900
41		
42	Other Statistics (Intrastate Only)	
43		
44	Average Annual Residential Use (Mcf or Dkt)	8.06
45	Average Annual Residential Cost per (Mcf or Dkt) (\$) *	9.350
46	* Avg annual cost = [(cost per Mcf or Dkt x annual use) + (mo. svc chrg x 12)]/annual use	
47	Average Residential Monthly Bill	75.31
48	Gross Plant per Customer	1,252

MEL needs to

MONTANA EMPLOYEE COUNTS

update

Year: 2006

	Department	Year Beginning	Year End	Average
1	TRANSMISSION & DISTRIBUTION	3	3	3
2	CUSTOMER ACCOUNTS	20	16	18
3	SALES, MERCHANDISING, JOBBING	1		1
4	ENGINEERING	1		1
5	ADMINISTRATIVE & GENERAL	8	8	8
6	CONSTRUCTION	10	9	10
7	FIELD CUSTOMER SERVICE	6	6	6
8	DISTRICT PERSONNEL			
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50	TOTAL Montana Employees	49	42	46

MONTANA CONSTRUCTION BUDGET (ASSIGNED & ALLOCATED)

Year: 2007

	Project Description	Total Company	Total Montana
1	ENERGY WEST - WEST YELLOWSTONE	13,037	
2	ENERGY WEST - CASCADE	1,546	
3	ENERGY WEST - MONTANA	967,874	
4	OTHER		
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50	TOTAL	982,457	

TRANSMISSION SYSTEM - TOTAL COMPANY & MONTANA

Year: 2006

Total Company				
		Peak Day of Month	Peak Day Volumes Mcf or Dkt	Total Monthly Volumes Mcf or Dkt
1	January			
2	February			
3	March			
4	April			
5	May			
6	June			
7	July			
8	August			
9	September			
10	October			
11	November			
12	December			
13	TOTAL			

Montana				
		Peak Day of Month	Peak Day Volumes Mcf or Dkt	Total Monthly Volumes Mcf or Dkt
14	January			
15	February			
16	March			
17	April			
18	May			
19	June			
20	July			
21	August			
22	September			
23	October			
24	November			
25	December			
26	TOTAL			

DISTRIBUTION SYSTEM - TOTAL COMPANY & MONTANA

Year: 2006

Total Company				
		Peak Day of Month	Peak Day Volumes Mcf or Dkt	Total Monthly Volumes Mcf or Dkt
1	January	SEE BELOW		
2	February			
3	March			
4	April			
5	May			
6	June			
7	July			
8	August			
9	September			
10	October			
11	November			
12	December			
13	TOTAL			

Montana				
		Peak Day of Month	Peak Day Volumes Mcf or Dkt	Total Monthly Volumes Mcf or Dkt
14	July	25	6,138	158,738
15	August	12	7,266	176,108
16	September	28	14,922	228,786
17	October	4	16,269	335,851
18	November	30	27,859	490,689
19	December	6	35,552	712,904
20	January	22	21,893	560,280
21	February	17	41,557	641,943
22	March	2	27,283	587,102
23	April	23	18,553	328,921
24	May	3	13,906	251,147
25	June	10	8,536	192,636
26	TOTAL			4,665,105

STORAGE SYSTEM - TOTAL COMPANY & MONTANA

Year: 2006

		Total Company					
		Peak Day of Month		Peak Day Volumes (Mcf or Dkt)		Total Monthly Volumes (Mcf or Dkt)	
		Injection	Withdrawal	Injection	Withdrawal	Injection	Withdrawal
1	January						
2	February						
3	March						
4	April						
5	May						
6	June						
7	July						
8	August						
9	September						
10	October						
11	November						
12	December						
13	TOTAL						

		Montana					
		Peak Day of Month		Peak Day Volumes (Mcf or Dkt)		Total Monthly Volumes (Mcf or Dkt)	
		Injection	Withdrawal	Injection	Withdrawal	Injection	Withdrawal
14	January						
15	February						
16	March						
17	April						
18	May						
19	June						
20	July						
21	August						
22	September						
23	October						
24	November						
25	December						
26	TOTAL						

SOURCES OF GAS SUPPLY

Year: 2006

	Name of Supplier	Last Year Volumes Mcf or Dkt	This Year Volumes Mcf or Dkt	Last Year Avg. Commodity Cost	This Year Avg. Commodity Cost
1	Energy West Resources	400,000		\$4.9760	
2	Tanaska	2,393,100	2,945,797	\$5.9100	\$7.7730
3	Jet-Co	216,368		\$5.1570	
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33	Total Gas Supply Volumes	3,009,468	2,945,797	\$5.7317	\$7.7730

MONTANA CONSERVATION & DEMAND SIDE MANAGEMENT PROGRAMS Year: 2006

	Program Description	Current Year Expenditures	Last Year Expenditures	% Change	Planned Savings (Mcf or Dkt)	Achieved Savings (Mcf or Dkt)	Difference
1	NO INTEREST LOAN PROGRAM				N/A	N/A	
2	FURNACE EFFICIENCY PROGRAM	\$29,626	\$30,811	-3.84%	N/A	N/A	
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32	TOTAL	\$29,626	\$30,811	-3.84%			

MONTANA CONSUMPTION AND REVENUES

		Operating Revenues		MCF Sold		Avg. No. of Customers	
Sales of Gas		Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
1	Residential	\$21,439,709	\$17,491,366	1,946,729	2,049,448	23,723	23,916
2	Commercial - Small	3,005,023	2,659,805	261,054	292,271	1,815	1,867
3	Commercial - Large	9,346,258	7,438,368	860,835	895,364	1,360	932
4	Industrial - Small						
5	Industrial - Large						
6	Interruptible Industrial						
7	Other Sales to Public Authorities						
8	Sales to Other Utilities						
9	Interdepartmental						
10							
11	TOTAL	\$33,790,990	\$27,589,539	3,068,618	3,237,083	26898	26715
12							
13							
14							
15							
16							
17							
18	Transportation of Gas						
19	Utilities						
20	Industrial						
21	Other	2,512,936	2,194,607	1.5	1.5	2	2
22							
23							
24	TOTAL	\$2,512,936	\$2,194,607	1.52317285	1.4928675	2	2