

IDENTIFICATION

Year: 2008

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:	Jed Henthorne
5a. Telephone Number:	(406)791-7500
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:	

Board of Directors		
Line No.	Name of Director and Address (City, State) (a)	Remuneration (b)
1	Richard M. Osborne Mentor, OH	\$24,000
2	David A. Cerotzke Great Falls, MT	\$6,000
3	Gene Argo Hays, KS	\$24,000
4	Steven A Calabrese Cleveland, OH	\$24,000
5	Mark D. Grossi Westlake, OH	\$24,000
6	James R Smail Wooster, OH	\$24,000
7	James E Sprague Cleveland, OH	\$24,000
8	Ian J. Abrams Cleveland, OH	\$24,000
9	Michael German Corning NY	\$18,000
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Officers

Year: 2008

Line No.	Title of Officer (a)	Department Supervised (b)	Name (c)
1	Chief Executive Officer	Total Company	Richard M. Osborne
2			
3	President & COO	Total Company	Kevin J. Degenstein
4			
5	CFO, Principal Accounting Officer, VP	Total Company	Thomas J. Smith
6			
7			
8	VP East Coast Operations	Total Company	David C. Shipley
9			
10	VP Administration	Total Company	Jed D. Henthorne
11			
12	Corporate Secretary	Total Company	Rebecca Howell
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CORPORATE STRUCTURE

Year: 2008

	Subsidiary/Company Name	Line of Business	Earnings	Percent of Total
1	Energy West - Montana	Natural Gas Utility	1,334,251	39.47%
2	Energy West - Wyoming	Natural Gas Utility	389,815	11.53%
3	Energy West - W. Yellowstone	Natural Gas Utility	50,824	1.50%
4	Energy West - Cascade	Natural Gas Utility	35,247	1.04%
5	Penobscot Consolidated	Natural Gas Utility	(237,346)	-7.02%
6	Frontier Consolidated	Natural Gas Utility	1,383,547	40.92%
7	Energy West Propane - MT	Bulk Propane Sales	(15,190)	-0.45%
8	Energy West Resources	Gas Marketing	1,251,642	37.02%
9	Energy West Development	Pipeline	103,607	3.06%
10	EWST Services		(915,689)	-27.09%
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50	TOTAL		3,380,708	100.00%

CORPORATE ALLOCATIONS

Year: 2008

	Items Allocated	Classification	Allocation Method	\$ to MT Utility	MT %	\$ to Other
1	ENERGY WEST, OVERHEADS	921	DIRECT PAYROLL & 4 FACTOR	1,590,265	50.75%	1,543,138
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34	TOTAL			1,590,265	50.75%	1,543,138

AFFILIATE TRANSACTIONS - PRODUCTS & SERVICES PROVIDED TO UTILITY Year: 2008

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: 2008

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: 2008

	Account Number & Title	Last Year	This Year	% Change
1	400 Operating Revenues	32,285,858	39,142,839	21.24%
2				
3	Operating Expenses			
4	401 Operation Expenses	27,869,785	34,617,102	24.21%
5	402 Maintenance Expense	369,866	270,908	-26.76%
6	403 Depreciation Expense	786,499	949,442	20.72%
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	1,356,944	1,411,541	4.02%
13	409.1 Income Taxes - Federal	83,088	329,027	296.00%
14	- Other	40,386	(50,378)	-224.74%
15	410.1 Provision for Deferred Income Taxes	44,519	(67,062)	-250.64%
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	30,530,025	37,439,518	22.63%
21	NET UTILITY OPERATING INCOME	1,755,833	1,703,321	-2.99%

MONTANA REVENUES

SCHEDULE 9

	Account Number & Title	Last Year	This Year	% Change
1	Sales of Gas			
2	480 Residential	18,835,960	23,280,582	23.60%
3	481 Commercial & Industrial - Small	2,740,133	3,305,327	20.63%
4	Commercial & Industrial - Large	8,578,781	10,219,257	19.12%
5	482 Other Sales to Public Authorities			
6	484 Interdepartmental Sales			
7	485 Intracompany Transfers			
8	TOTAL Sales to Ultimate Consumers	30,154,874	36,805,166	22.05%
9	483 Sales for Resale			
10	TOTAL Sales of Gas	30,154,874	36,805,166	22.05%
11	Other Operating Revenues			
12	487 Forfeited Discounts & Late Payment Revenues			
13	488 Miscellaneous Service Revenues			
14	489 Revenues from Transp. of Gas for Others	2,130,984	2,337,673	9.70%
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	2,130,984	2,337,673	9.70%
22	Total Gas Operating Revenues	32,285,858	39,142,839	21.24%
23				
24	496 (Less) Provision for Rate Refunds			
25				
26	TOTAL Oper. Revs. Net of Pro. for Refunds	32,285,858	39,142,839	21.24%
27				

MONTANA OPERATION & MAINTENANCE EXPENSES

Year: 2008

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: 2008

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	23,611,171	30,670,682	29.90%
18	805.1 Purchased Gas Cost Adjustments	(168,221)	1,742,285	1135.71%
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.	5,400,494	9,285,020	71.93%
27	808.2 (Less) Gas Delivered to Storage -Cr.	(5,017,650)	(11,393,460)	-127.07%
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.	(10,627)	(12,864)	-21.05%
32	813 Other Gas Supply Expenses		27	
33	TOTAL Other Gas Supply Expenses	23,815,167	30,291,690	27.19%
34				
35	TOTAL PRODUCTION EXPENSES	23,815,167	30,291,690	27.19%

MONTANA OPERATION & MAINTENANCE EXPENSES

Year: 2008

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: 2008

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	143,055	129,225	-9.67%
32	875 Measuring & Reg. Station Exp.-General	23,328	18,645	-20.07%
33	876 Measuring & Reg. Station Exp.-Industrial			
34	877 Meas. & Reg. Station Exp.-City Gate Ck. Sta.			
35	878 Meter & House Regulator Expenses	16,740	7,483	-55.30%
36	879 Customer Installations Expenses	274,594	337,210	22.80%
37	880 Other Expenses	153,503	227,339	48.10%
38	881 Rents			
39	Total Operation - Distribution	611,220	719,902	17.78%
40	Maintenance			
41	885 Maintenance Supervision & Engineering			
42	886 Maintenance of Structures & Improvements			
43	887 Maintenance of Mains	101,994	60,608	-40.58%
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	6,522	9,480	45.35%
49	893 Maintenance of Meters & House Regulators	45,101	50,293	11.51%
50	894 Maintenance of Other Equipment			
51	Total Maintenance - Distribution	153,617	120,381	-21.64%
52	TOTAL Distribution Expenses	764,837	840,283	9.86%

MONTANA OPERATION & MAINTENANCE EXPENSES

Year: 2008

Account Number & Title		Last Year	This Year	% Change
1				
2	Customer Accounts Expenses			
3	Operation			
4	901 Supervision	78,370	109,076	39.18%
5	902 Meter Reading Expenses	131,422	115,353	-12.23%
6	903 Customer Records & Collection Expenses	576,182	621,182	7.81%
7	904 Uncollectible Accounts Expenses	165,353	143,355	-13.30%
8	905 Miscellaneous Customer Accounts Expenses	4,905	3,496	-28.73%
9				
10	TOTAL Customer Accounts Expenses	956,232	992,462	3.79%
11				
12	Customer Service & Informational Expenses			
13	Operation			
14	907 Supervision	36	72	100.00%
15	908 Customer Assistance Expenses	45	96	113.33%
16	909 Informational & Instructional Advertising Exp.	4,680	12,551	168.18%
17	910 Miscellaneous Customer Service & Info. Exp.	13,682	7,650	-44.09%
18				
19	TOTAL Customer Service & Info. Expenses	18,443	20,369	10.44%
20				
21	Sales Expenses			
22	Operation			
23	911 Supervision	8,591	3,887	-54.75%
24	912 Demonstrating & Selling Expenses			
25	913 Advertising Expenses			
26	916 Miscellaneous Sales Expenses			
27				
28	TOTAL Sales Expenses	8,591	3,887	-54.75%
29				
30	Administrative & General Expenses			
31	Operation			
32	920 Administrative & General Salaries	180,554	135,137	-25.15%
33	921 Office Supplies & Expenses	114,094	139,136	21.95%
34	922 (Less) Administrative Expenses Transferred - Cr.	(116,552)	(122,041)	-4.71%
35	923 Outside Services Employed	48,272	380,227	687.68%
36	924 Property Insurance	219,543	236,835	7.88%
37	925 Injuries & Damages	1,203	985	-18.12%
38	926 Employee Pensions & Benefits	105,368	209,722	99.04%
39	927 Franchise Requirements			
40	928 Regulatory Commission Expenses	637	1,271	99.53%
41	929 (Less) Duplicate Charges - Cr.			
42	930.1 General Advertising Expenses			
43	930.2 Miscellaneous General Expenses	20,835	17,255	-17.18%
44	931 Rents			
45	Overheads	1,886,086	1,590,265	
46	TOTAL Operation - Admin. & General	2,460,040	2,588,792	5.23%
47	Maintenance			
48	935 Maintenance of General Plant	216,341	150,527	-30.42%
49				
50	TOTAL Administrative & General Expenses	2,676,381	2,739,319	2.35%
51	TOTAL OPERATION & MAINTENANCE EXP.	28,239,651	34,888,010	23.54%

MONTANA TAXES OTHER THAN INCOME

Year: 2008

	Description of Tax	Last Year	This Year	% Change
1	Payroll Taxes	167,526	121,969	-27.19%
2	Superfund			
3	Secretary of State			
4	Montana Consumer Counsel	19,372	55,692	187.49%
5	Montana PSC	71,028	124,373	75.10%
6	Franchise Taxes			
7	Property Taxes	1,099,018	1,109,507	0.95%
8	Tribal Taxes			
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51	TOTAL MT Taxes other than Income	1,356,944	1,411,541	4.02%

PAYMENTS FOR SERVICES TO PERSONS OTHER THAN EMPLOYEES

Year: 2008

	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: 2008

	Description	Total Company	Montana	% Montana
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50	TOTAL Contributions			

Pension Costs

Year: 2008

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	46	52	13.04%
48	Not Covered by the Plan			
49	Active	41	41	
50	Retired			
51	Deferred Vested Terminated	5	10	100.00%

Other Post Employment Benefits (OPEBS)

Year: 2008

	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			
8	Expected return on plan assets			
9	Medical Cost Inflation Rate			
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:			
	During fiscal 2006, the Company discontinued contributions and is no longer required to fund the Retiree Health Plan. As of Dec 31, 2008, the value of plan assets is \$300,616. The assets remaining in the trust will be used to fund the plan until these assets are exhausted. Therefore, the Company has eliminated any accrual for future contributions to the plan.			
16				
17	TOTAL COMPANY			
18	Change in Benefit Obligation			
19	Benefit obligation at beginning of year			
20	Service cost			
21	Interest Cost			
22	Plan participants' contributions			
23	Amendments			
24	Actuarial Gain			
25	Acquisition			
26	Benefits paid			
27	Benefit obligation at end of year			
28	Change in Plan Assets			
29	Fair value of plan assets at beginning of year			
30	Actual return on plan assets			
31	Acquisition			
32	Employer contribution			
33	Plan participants' contributions			
34	Benefits paid			
35	Fair value of plan assets at end of year			
36	Funded Status			
37	Unrecognized net actuarial loss			
38	Unrecognized prior service cost			
39	Prepaid (accrued) benefit cost			
40	Components of Net Periodic Benefit Costs			
41	Service cost			
42	Interest cost			
43	Expected return on plan assets			
44	Amortization of prior service cost			
45	Recognized net actuarial loss			
46	Net periodic benefit cost			
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

	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. Cerotzke President & CEO			366,458	366,458	509,106	-28%
2	Kevin J. Degenstein President and Chief Operating Officer	170,771	25,000		195,771	165,750	18%
3	Wade F. Brooksby Chief Financial Officer Secretary			119,550	119,550	57,000	110%
4	Jed D. Henthorne Vice President of Administration	119,200	12,500		131,700	133,672	-1%
5	Earl Terwilliger Division Manager Energy West MT	49,082		60,000	109,082	93,233	17%
6	Ed Kacer Director of Operations	81,900			81,900		
7	Cathy Wolverton Controller	30,550			30,550	83,000	-63%
8	Evan Mathews Manager West Yellowstone	72,445			72,445	72,044	1%
9	Tony Pietrykowski Operations Supervisor	65,694			65,694	66,454	-1%
10	Mary Cox Assistant IT Manager	64,130			64,130	62,233	3%

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. Cerotzke President & CEO			366,458	366,458	509,106	-28%
2	Kevin J. Degenstein President and Chief Operating Officer	170,771	25,000		195,771	165,750	18%
3	Wade F. Brooksby Chief Financial Officer Secretary				119,550	57,000	110%
4	David C. Shipley Vice President of East Coast Operations	133,500	32,500	16,500	182,500	79,773	129%
5	Jed D. Henthorne Vice President of Administration	119,200	12,500		131,700	133,672	-1%

BALANCE SHEET

Year: 2008

	Account Number & Title	Last Year	This Year	% Change
1	Assets and Other Debits			
2	Utility Plant			
3	101 Gas Plant in Service	72,632,463	61,220,428	19%
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	(45,096,696)	(29,830,899)	-51%
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	27,535,767	31,389,529	-12%
20	Other Property & Investments			
21	121 Nonutility Property	5,559,335	5,740,393	-3%
22	122 (Less) Accum. Depr. & Amort. of Nonutil. Prop.	(1,896,467)	(2,225,480)	15%
23	123 Investments in Associated Companies			
24	123.1 Investments in Subsidiary Companies			
25	124 Other Investments	644,777	1,081,423	-40%
26	125 Sinking Funds			
27	TOTAL Other Property & Investments	4,307,645	4,596,336	-6%
28	Current & Accrued Assets			
29	131 Cash	1,905,261	1,065,529	79%
30	132-134 Special Deposits			
31	135 Working Funds			
32	136 Temporary Cash Investments			
33	141 Notes Receivable			
34	142 Customer Accounts Receivable	7,740,977	7,638,636	1%
35	143 Other Accounts Receivable		4,839,138	-100%
36	144 (Less) Accum. Provision for Uncollectible Accts.	(135,899)	(207,942)	35%
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	864,025	1,175,598	-27%
43	155 Merchandise			
44	156 Other Material & Supplies			
45	163 Stores Expense Undistributed			
46	164.1 Gas Stored Underground - Current	8,070,605	9,891,801	-18%
47	165 Prepayments	637,856	422,514	51%
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	183,797	3,474,321	-95%
53	TOTAL Current & Accrued Assets	19,266,622	28,299,594	-32%

BALANCE SHEET

Year: 2008

	Account Number & Title	Last Year	This Year	% Change
1	Assets and Other Debits (cont.)			
2				
3	Deferred Debits			
4				
5	181 Unamortized Debt Expense	432,684	417,768	4%
6	182.1 Extraordinary Property Losses			
7	182.2 Unrecovered Plant & Regulatory Study Costs	216,243	133,498	62%
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	5,437,174	2,006,891	171%
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	6,956,272	6,934,070	0%
17	191 Unrecovered Purchased Gas Costs	383,985	2,041,280	-81%
18	192.1 Unrecovered Incremental Gas Costs			
19	192.2 Unrecovered Incremental Surcharges			
20	TOTAL Deferred Debits	13,426,359	11,533,506	16%
21				
22	TOTAL ASSETS & OTHER DEBITS	64,536,393	75,818,965	-15%
	Account Number & Title	Last Year	This Year	% Change
23	Liabilities and Other Credits			
24				
25	Proprietary Capital			
26				
27	201 Common Stock Issued	646,920	644,491	0%
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	5,953,433	5,606,881	6%
33	213 (Less) Discount on Capital Stock			
34	214 (Less) Capital Stock Expense			
35	215 Appropriated Retained Earnings			
36	216 Unappropriated Retained Earnings	22,502,248	23,830,766	-6%
37	217 (Less) Reacquired Capital Stock			
38	TOTAL Proprietary Capital	29,102,601	30,082,138	-3%
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	13,000,000	13,000,000	
46	225 Unamortized Premium on Long Term Debt			
47	226 (Less) Unamort. Discount on L-Term Debt-Dr.			
48	TOTAL Long Term Debt	13,000,000	13,000,000	

BALANCE SHEET

Year: 2008

	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	6,525,495	17,551,276	-63%
17	232 Accounts Payable	6,798,004	6,211,781	9%
18	233 Notes Payable to Associated Companies			
19	234 Accounts Payable to Associated Companies			
20	235 Customer Deposits	448,827	501,248	-10%
21	236 Taxes Accrued			
22	237 Interest Accrued	355,676	4,897	7163%
23	238 Dividends Declared			
24	239 Matured Long Term Debt			
25	240 Matured Interest			
26	241 Tax Collections Payable			
27	242 Miscellaneous Current & Accrued Liabilities	4,967,462	5,844,737	-15%
28	243 Obligations Under Capital Leases - Current			
29	TOTAL Current & Accrued Liabilities	19,095,464	30,113,939	-37%
30				
31	Deferred Credits			
32				
33	252 Customer Advances for Construction	2,022,532	824,955	145%
34	253 Other Deferred Credits	1,055,169	1,558,368	-32%
35	255 Accumulated Deferred Investment Tax Credits	260,627	239,565	9%
36	256 Deferred Gains from Disposition Of Util. Plant			
37	257 Unamortized Gain on Reacquired Debt			
38	281-283 Accumulated Deferred Income Taxes			
39	TOTAL Deferred Credits	3,338,328	2,622,888	27%
40				
41	TOTAL LIABILITIES & OTHER CREDITS	64,536,393	75,818,965	-15%

NOTE: The balance sheet represents Energy West Inc.

MONTANA PLANT IN SERVICE (ASSIGNED & ALLOCATED)

Year: 2008

	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: 2008

	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: 2008

	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	11,489,319	12,254,308	-6%
7	377 Compressor Station Equipment			
8	378 Meas. & Reg. Station Equipment-General	146,581	146,581	
9	379 Meas. & Reg. Station Equipment-City Gate			
10	380 Services	9,673,898	9,992,154	-3%
11	381 Meters	1,490,748	1,481,214	1%
12	382 Meter Installations	1,897,138	2,027,592	-6%
13	383 House Regulators	460,387	461,382	0%
14	384 House Regulator Installations	660,270	689,202	-4%
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	26,265,615	27,499,707	-4%
20				
21	General Plant			
22				
23	389 Land & Land Rights	60,409	60,409	
24	390 Structures & Improvements	2,071,959	2,071,959	
25	391 Office Furniture & Equipment	4,976,684	3,982,769	25%
26	392 Transportation Equipment	889,603	883,605	1%
27	393 Stores Equipment	554	554	
28	394 Tools, Shop & Garage Equipment	422,268	429,970	-2%
29	395 Laboratory Equipment	35,025	35,025	
30	396 Power Operated Equipment	490,734	512,040	-4%
31	397 Communication Equipment	354,385	354,385	
32	398 Miscellaneous Equipment	102,896		
33	399 Other Tangible Property	20,582	20,582	
34				
35	TOTAL General Plant	9,425,099	8,351,297	13%
36				
37	TOTAL Gas Plant in Service	35,697,850	35,858,140	0%

MONTANA DEPRECIATION SUMMARY

Year: 2008

	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	27,490,812	13,383,642	14,098,543	
7	General	8,358,433	6,450,802	5,478,050	
8	TOTAL	35,849,245	19,834,445	19,576,593	0

MONTANA MATERIALS & SUPPLIES (ASSIGNED & ALLOCATED)

SCHEDULE 21

	Account	Last Year Bal.	This Year Bal.	%Change
1				
2	151 Fuel Stock			0%
3	152 Fuel Stock Expenses - Undistributed			0%
4	153 Residuals & Extracted Products			0%
5	154 Plant Materials & Operating Supplies:			0%
6	Assigned to Construction (Estimated)	187,052	240,132	-22%
7	Assigned to Operations & Maintenance	20,784	26,681	-22%
8	Production Plant (Estimated)			0%
9	Transmission Plant (Estimated)			0%
10	Distribution Plant (Estimated)			0%
11	Assigned to Other			0%
12	155 Merchandise	8,619	8,856	-3%
13	156 Other Materials & Supplies			0%
14	163 Stores Expense Undistributed			0%
15				
16	TOTAL Materials & Supplies	216,454	275,669	-21%

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			0.00%
6	Long Term Debt	57.65%	8.20%	4.73%
7	Other			0.00%
8	TOTAL	100.00%		9.08%
9				
10	Actual at Year End			
11				
12	Common Equity 30,082,138.00	69.83%	8.75%	6.117%
13	Preferred Stock			0.00%
14	Long Term Debt 13,000,000.00	30.17%	8.20%	2.474%
15	Other			0.00%
16	TOTAL 43,082,138.00	100.00%		8.592%

STATEMENT OF CASH FLOWS

Year: 2008

	Description	Last Year	This Year	% Change
1				
2	Increase/(decrease) in Cash & Cash Equivalents:			
3				
4	Cash Flows from Operating Activities:			
5	Net Income	7,943,158	1,158,581	586%
6	Depreciation	934,567	1,204,233	-22%
7	Amortization			
8	Deferred Income Taxes - Net	(6,701,691)	491,286	-1464%
9	Investment Tax Credit Adjustments - Net	(10,531)	(10,531)	
10	Change in Operating Receivables - Net	(5,650,941)	(5,908,400)	4%
11	Change in Materials, Supplies & Inventories - Net	(2,596,296)	(4,386,645)	41%
12	Change in Operating Payables & Accrued Liabilities - Net	563,691	(1,520,915)	137%
13	Allowance for Funds Used During Construction (AFUDC)			
14	Change in Other Assets & Liabilities - Net	1,413,214	870,247	62%
15	Other Operating Activities (explained on attached page)			
16	Net Cash Provided by/(Used in) Operating Activities	(4,104,829)	(8,102,144)	49%
17				
18	Cash Inflows/Outflows From Investment Activities:			
19	Construction/Acquisition of Property, Plant and Equipment	(1,384,540)	(4,534,120)	69%
20	(net of AFUDC & Capital Lease Related Acquisitions)			
21	Acquisition of Other Noncurrent Assets		(2,985,898)	
22	Proceeds from Disposal of Noncurrent Assets			
23	Investments In and Advances to Affiliates	(5,246,376)		n/a
24	Contributions and Advances from Affiliates			
25	Disposition of Investments in and Advances to Affiliates			
26	Other Investing Activities (explained on attached page)	104,846	(152,573)	169%
27	Net Cash Provided by/(Used in) Investing Activities	(6,526,070)	(7,672,591)	15%
28				
29	Cash Flows from Financing Activities:			
30	Proceeds from Issuance of:			
31	Long-Term Debt	6,525,495	17,493,691	-63%
32	Preferred Stock			
33	Common Stock	221,890		
34	Other:	(150,911)	(406,038)	63%
35	Net Increase in Short-Term Debt			
36	Other:			
37	Payment for Retirement of:			
38	Long-Term Debt			
39	Preferred Stock			
40	Common Stock			
41	Other:			
42	Net Decrease in Short-Term Debt			
43	Dividends on Preferred Stock			
44	Dividends on Common Stock	(1,070,334)	(1,043,691)	
45	Other Financing Activities (explained on attached page)			
46	Net Cash Provided by (Used in) Financing Activities	5,526,140	16,043,962	-66%
47				
48	Net Increase/(Decrease) in Cash and Cash Equivalents	(5,104,759)	269,227	-1996%
49	Cash and Cash Equivalents at Beginning of Year	7,010,020	796,302	780%
50	Cash and Cash Equivalents at End of Year	1,905,261	1,065,529	79%

NOTE: Cash flow statement represents Energy West, Inc.

LONG TERM DEBT

Year: 2008

	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	Senior Unsecured Notes	June-07	June-17	13,000,000	13,000,000	13,000,000	6.16%		
2									
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16									
17									
18									
19									
20									
21									
22									
23									
24									
25									
26									
27									
28									
29									
30									
31									
32	TOTAL			13,000,000	13,000,000	13,000,000			

PREFERRED STOCK

Year: 2008

	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										
15										
16										
17										
18										
19										
20										
21										
22										
23										
24										
25										
26										
27										
28										
29										
30										
31										
32	TOTAL									

Year: 2008

COMMON STOCK

	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	4169136	9.03				9.50	9.20	
5								
6	4456775	9.23				9.50	9.30	
7								
8	4169302	8.75	0.53			8.97	8.51	
9								
10	4308341	8.42				9.42	8.50	
11								
12	4169411	10.72				10.90	10.35	
13								
14	4308391	10.61	(0.03)			10.90	10.75	
15								
16	4380669	10.14				11.19	9.04	
17								
18	4379014	9.90				10.30	9.31	
19								
20	4348239	8.50	0.09			9.79	7.50	
21								
22	4349303	6.55				8.75	6.55	
23								
24	4349644	7.18				8.42	6.07	
25								
26	4348848	8.26	0.27			8.26	6.80	
27								
28								
29								
30								
31								
32	TOTAL Year End		0.862		100.00%			

MONTANA EARNED RATE OF RETURN

Year: 2008

	Description	Last Year	This Year	% Change
1	Rate Base			
2	101 Plant in Service	34,970,885	35,777,995	
3	108 (Less) Accumulated Depreciation	(19,414,755)	(19,705,519)	
4	NET Plant in Service	15,556,130	16,072,476	
5	Additions			
6				
7	154, 156 Materials & Supplies	4,671,390	5,581,957	
8	165 Prepayments			
9	Other Additions	2,227,131	1,954,822	
10	TOTAL Additions	6,898,521	7,536,779	
11	Deductions			
12				
13	190 Accumulated Deferred Income Taxes	2,446,279	2,266,450	
14	252 Customer Advances for Construction	992,798	1,143,858	
15	255 Accumulated Def. Investment Tax Credits			
16	Other Deductions		374,455	
17	TOTAL Deductions	3,439,077	3,784,763	
18	TOTAL Rate Base	19,015,574	19,824,492	
19	Net Earnings	1,755,833	1,703,321	-2.99%
20				
21				
22	Rate of Return on Average Rate Base	9.234%	8.592%	-6.95%
23				
24	Rate of Return on Average Equity	6.033%	5.662%	-6.15%
25	Major Normalizing Adjustments & Commission			
26	Ratemaking adjustments to Utility Operations			
27				
28				
29	Deduct Cost of Main to Cascade		374,455	
30				
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44				
45				
46				
47	Adjusted Rate of Return on Average Rate Base			
48				
49	Adjusted Rate of Return on Average Equity			

MONTANA COMPOSITE STATISTICS

Year: 2008

	Description	Amount
1		
2	Plant (Intrastate Only) (000 Omitted)	
3		
4	101 Plant in Service	35,858
5	107 Construction Work in Progress	
6	114 Plant Acquisition Adjustments	
7	105 Plant Held for Future Use	
8	154, 156 Materials & Supplies	276
9	(Less):	
10	108, 111 Depreciation & Amortization Reserves	(19,577)
11	252 Contributions in Aid of Construction	
12		
13	NET BOOK COSTS	16,557
14		
15	Revenues & Expenses (000 Omitted)	
16		
17	400 Operating Revenues	39,143
18		
19	403 - 407 Depreciation & Amortization Expenses	949
20	Federal & State Income Taxes	191
21	Other Taxes	1,412
22	Other Operating Expenses	34,888
23	TOTAL Operating Expenses	37,440
24		
25	Net Operating Income	1,703
26		
27	415 - 421.1 Other Income	227
28	421.2 - 426.5 Other Deductions	596
29		
30	NET INCOME	1,334
31		
32	Customers (Intrastate Only)	
33		
34	Year End Average:	
35	Residential	24,581
36	Commercial	3,191
37	Industrial	
38	Other	
39		
40	TOTAL NUMBER OF CUSTOMERS	27,772
41		
42	Other Statistics (Intrastate Only)	
43		
44	Average Annual Residential Use (Mcf or Dkt))	7.60
45	Average Annual Residential Cost per (Mcf or Dkt) (\$) *	10.390
46	* Avg annual cost = [(cost per Mcf or Dkt x annual use) + (mo. svc chrg x 12)]/annual use	
47	Average Residential Monthly Bill	78.92
48	Gross Plant per Customer	1,291

Year: 2008

MONTANA CUSTOMER INFORMATION

	City/Town	Population (Include Rural)	Residential Customers	Commercial Customers	Industrial & Other Customers	Total Customers
1	Great Falls	68,024	24,581	3,191		27,772
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32	TOTAL Montana Customers	68,024	24,581	3,191		27,772

MONTANA EMPLOYEE COUNTS

Year: 2008

	Department	Year Beginning	Year End	Average
1	TRANSMISSION & DISTRIBUTION	4	4	4
2	CUSTOMER ACCOUNTS	16	16	16
3	SALES, MERCHANDISING, JOBBING			
4	ENGINEERING			
5	ADMINISTRATIVE & GENERAL	6	6	6
6	CONSTRUCTION	8	8	8
7	FIELD CUSTOMER SERVICE	4	5	5
8	DISTRICT PERSONNEL			
9				
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49				
50	TOTAL Montana Employees	38	39	39

MONTANA CONSTRUCTION BUDGET (ASSIGNED & ALLOCATED)

Year: 2008

	Project Description	Total Company	Total Montana
1	ENERGY WEST - WEST YELLOWSTONE	7,737	
2	ENERGY WEST - MONTANA	947,104	
3	ENERGY WEST - CASCADE		
4	OTHER		
5			
6			
7			
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49			
50	TOTAL	954,841	

TRANSMISSION SYSTEM - TOTAL COMPANY & MONTANA

Year: 2008

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: 2008

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	January	28	45,298	805,493
15	February	9	39,534	645,028
16	March	4	24,770	576,162
17	April	20	26,289	461,814
18	May	12	14,263	284,487
19	June	11	14,309	216,038
20	July	11	6,091	172,822
21	August	31	7,303	171,556
22	September	10	10,441	229,546
23	October	12	19,469	369,769
24	November	19	20,418	449,039
25	December	15	43,346	875,460
26	TOTAL			5,257,214

STORAGE SYSTEM - TOTAL COMPANY & MONTANA

Year: 2008

	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: 2008

	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	Tanaska	1,440,200	1,154,000	\$6.6410	\$8.1400
2	Jet-Co	1,463,800	2,083,500	\$6.0940	\$7.8490
3					
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33	Total Gas Supply Volumes	2,904,000	3,237,500	\$6.3653	\$7.9527

MONTANA CONSERVATION & DEMAND SIDE MANAGEMENT PROGRAMS

	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	\$93,331	\$133,998	-30.35%	N/A	N/A	
2	FURNACE EFFICIENCY PROGRAM	\$80,773	\$47,496	70.06%	N/A	N/A	
3							
4							
5							
6	Also please refer to schedule 36a						
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32	TOTAL	\$174,103	\$181,493	-4.07%			

MONTANA CONSUMPTION AND REVENUES

	Sales of Gas		Operating Revenues		MCF Sold		Avg. No. of Customers	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
1 Residential	23,280,582	18,835,959	2,241,290	2,031,579	24,581	24,368		
2 Commercial - Small	3,305,327	2,740,133	295,443	280,110	1,842	1,835		
3 Commercial - Large	9,698,069	8,032,694	929,971	866,342	1,349	1,309		
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	\$36,283,978	\$29,608,786	3,466,704	3,178,031	27772	27512		
12								
13								
14								
15								
16								
17								
18								
19								
20								
21								
22								
23								
24 TOTAL	\$2,858,861	\$2,677,072	1.091356	1.080834	2	2		

Natural Gas Universal System Benefits Programs

	Program Description	Actual Current Year Expenditures	Contracted or Committed Current Year Expenditures	Total Current Year Expenditures	Expected savings (MW and MWh)	Most recent program evaluation
1	Local Conservation					
2	Furnace Efficiency			80772.60		
3	Weatherization			203633.87		
4	No Interest Loan (NIP)			93330.89		
5						
6						
7						
8	Market Transformation					
9						
10						
11						
12						
13						
14						
15	Research & Development					
16	Gas Research			66372.07		
17						
18						
19						
20						
21						
22	Low Income					
23	Low Income Discount			117554.23		
24	Bill Assistance			12000.00		
25						
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29	Other					
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41						
42	Total					
43	Number of customers that received low income rate discounts				1117	
44	Average monthly bill discount amount (\$/mo)				8.77	
45	Average LIEAP-eligible household income				14,186	
46	Number of customers that received weatherization assistance				60	
47	Expected average annual bill savings from weatherization				7-10%	
48	Number of residential audits performed				45	

Montana Conservation & Demand Side Management Programs

	Program Description	Actual Current Year Expenditures	Contracted or Committed Current Year Expenditures	Total Current Year Expenditures	Expected savings (MW and MWh)	Most recent program evaluation
1	Local Conservation					
2						
3						
4						
5						
6						
7						
8	Demand Response					
9						
10						
11						
12						
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14						
15	Market Transformation					
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21						
22	Research & Development					
23						
24						
25						
26						
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28						
29	Low Income					
30						
31						
32						
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35	Other					
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48	Total					