

NorthWestern Corporation, dba NorthWestern Energy
SD Natural Gas Income Statement
December 31, 2010 Test Year

Statement B
Page 1 of 1

Line No.	Account	Account Description	This Year Consolidated Utility	Non Jurisdictional Adjustments	This Year South Dakota Gas
	(a)	(b)	(c)	(d)	(e)
1	400	Operating Revenues	\$ 306,618,895	\$ 250,987,794	\$ 55,631,101
2					
3		Total Operating Revenues	306,618,895	250,987,794	55,631,101
4					
5		OPERATING EXPENSES			
6	401	Operation Expense	218,689,381	175,637,102	43,052,279
7	402	Maintenance Expense	7,670,843	6,416,078	1,254,765
8	403	Depreciation Expense	17,596,590	13,825,036	3,771,554
9	404-405	Amort. & Depletion of Gas Plant	2,148,290	2,020,391	127,899
10	406	Amort. of Plant Acquisition Adj.	(2,288,552)	(2,288,552)	-
11	407.3	Regulatory Amortizations - Debit	12,710,234	10,619,460	2,090,774
12	407.4	Regulatory Amortizations - Credit	(6,488,829)	(5,192,834)	(1,295,995)
13	408.1	Taxes Other Than Income Taxes	25,471,983	24,373,611	1,098,372
14	409.1	Income Taxes-Federal	(800,601)	(1,532,866)	732,265
15		-Other	(303,050)	(303,050)	-
16	410.1	Deferred Income Taxes-Dr.	23,127,623	21,142,055	1,985,568
17	411.1	Deferred Income Taxes-Cr.	(17,867,270)	(16,285,919)	(1,581,351)
18	411.4	Investment Tax Credit Adj.	(37,002)	(16,651)	(20,351)
19					
20		Total Operating Expenses	279,629,640	228,413,861	51,215,779
21					
22		NET OPERATING INCOME	\$ 26,989,255	\$ 22,573,933	\$ 4,415,322

24 This financial statement is presented on the basis of the accounting requirements of the Federal Energy Regulatory
25 Commission (FERC) as set forth in its applicable Uniform System of Accounts. As such, in accordance with FERC
26 requirements, subsidiaries are presented using the equity method of accounting. The amounts presented are consistent
27 with the presentation in FERC Form 1.