

NorthWestern Energy
Electric Utility
Statement K
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NorthWestern Energy
 Electric Utility
 MCC & MPSC Tax Adjustment

	(A)	(B)	
	<u>MCC TAX</u>	<u>MPSC TAX</u>	
1 REVENUES FOR TAX CALCULATION	\$231,534,891	\$231,534,891	1
2			2
3 TAX RATE (PER MT DEPT OF REVENUE)	0.0003	0.0021	3
4 TEST PERIOD TAX	69,460	\$486,223	4
5			5
6 2008 ACTUAL TAX EXPENSE	593,979	1,588,542	6
7 LESS: TAXES RECOVERED THRU SUPPLY TRACKER	(420,919)	(994,711)	7
8			8
9	173,060	593,831	9
10			10
11 ADJUSTMENT	(103,600)	(107,608)	11
12			12
13 TOTAL MCC & MPSC TAX ADJUSTMENT	<u><u>(\$211,208)</u></u>		13

NorthWestern Energy
Electric Utility
Payroll Tax Adjustment

1	Test Period Labor Adjustment	\$2,310,348	1
2			2
3	Annualized Payroll Tax Rate	7.37%	3
4			4
5	Test Period Payroll Tax Adjustment	<u>170,273</u>	5
6			6
7	Payroll Taxes for Realtime Desk	(23,255)	7
8			8
9	Test Period Payroll Tax Adjustment	<u><u>\$147,018</u></u>	9

Northwestern Energy
Electric Utility
Property Tax Adjustment

1	2008 Tax Expense	\$48,933,068	1
2			2
3	2007 Refund Booked in 2008	3,252,948	3
4			4
5	Increase to 2009 Test Period	46,572	5
6			6
7	Test Period Property Taxes	<u>\$52,232,588</u>	7
8			8
9			9
10	Property Tax Refund - Legal Fees *	(39,937)	10
11			11
12	*Pursant to Docket D2008.12.143, Order 6967a.		12

NorthWestern Energy
Electric Utility
Wholesale Energy Tax Adjustment

1	<u>Consumption:</u>		1
2	Choice	2,822,769	2
3	Electric Supply	<u>5,775,640</u>	3
4	Total Test Period Loads (MWh)	<u>8,598,409</u>	4
5			5
6	Loss factor	<u>7.29%</u>	6
7			7
8	Total Test Period Loads (MWh) adjusted for losses	9,225,481	8
9			9
10	Wholesale Energy Tax Rate	<u>0.000150</u>	10
11			11
12	Test Period Expense	\$ 1,383,822	12
13			13
14	2008 Actual Expense	<u>\$ 1,415,102</u>	14
15	Test Period Adjustment	<u>\$ (31,280)</u>	15