

Item 6. Selected Financial Data.

The selected financial data presented below are derived from our historical consolidated financial statements, which were audited by our independent registered public accounting firms in each of those years. The selected financial data should be read in conjunction with Management's Discussion and Analysis of Financial Condition and Results of Operations and our Consolidated Financial Statements and the related notes included elsewhere in this Form 10-K. Amounts are in thousands, except per share and number of share amounts. Certain prior period revenues and expenses have been reclassified as income from discontinued operations.

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Operating results					
Operating revenue	\$ 59,373	\$ 74,696	\$ 67,889	\$ 58,664	\$ 59,357
Operating expenses					
Gas and electric purchases	43,806	60,398	53,510	46,981	47,962
General and administrative	6,198	6,389	7,309	8,020	8,986
Maintenance	567	505	521	399	411
Depreciation and amortization	1,692	1,672	1,790	1,812	1,797
Taxes other than income(1)	1,697	1,453	1,479	1,058	701
Total operating expenses	<u>53,960</u>	<u>70,417</u>	<u>64,609</u>	<u>58,270</u>	<u>59,857</u>
Operating income (loss)	5,413	4,279	3,280	394	(500)
Other income-net	241	391	235	204	114
Total interest charges(2)	<u>2,124</u>	<u>1,649</u>	<u>2,113</u>	<u>1,933</u>	<u>1,238</u>
Income (loss) before taxes	3,530	3,021	1,402	(1,335)	(1,624)
Income tax expense (benefit)	1,273	1,109	475	(412)	(618)
Discontinued operations (net of tax)	<u>3,955</u>	<u>405</u>	<u>454</u>	<u>367</u>	<u>149</u>
Net Income (Loss)	<u>\$ 6,212</u>	<u>\$ 2,317</u>	<u>\$ 1,381</u>	<u>\$ (556)</u>	<u>\$ (857)</u>
Basic earnings (loss) per common share	\$ 2.10	\$ 0.79	\$ 0.53	\$ (0.36)	\$ (0.39)
Diluted earnings (loss) per common share	\$ 2.08	\$ 0.79	\$ 0.53	\$ (0.21)	\$ (0.33)
Dividends per common share(3)	\$ 0.51	\$ 0.17	\$ 0.00	\$ 0.00	\$ 0.41
Weighted average common shares					
Outstanding — diluted	2,989,382	2,948,046	2,630,679	2,596,454	2,586,487
At year end:					
Current assets	\$ 17,768	\$ 23,669	\$ 15,423	\$ 16,739	\$ 15,790
Total assets	\$ 51,834	\$ 57,931	\$ 59,433	\$ 61,445	\$ 60,027
Current liabilities	\$ 7,694	\$ 10,796	\$ 11,525	\$ 16,725	\$ 21,833
Total long-term obligations	\$ 13,000	\$ 17,605	\$ 18,677	\$ 21,697	\$ 14,834
Total stockholders' equity	<u>\$ 22,296</u>	<u>\$ 19,165</u>	<u>\$ 17,187</u>	<u>\$ 13,401</u>	<u>\$ 13,957</u>
Total capitalization	<u>\$ 35,296</u>	<u>\$ 36,770</u>	<u>\$ 35,864</u>	<u>\$ 35,098</u>	<u>\$ 28,791</u>

- (1) Taxes other than income include approximately \$290,000 increases in property tax in fiscal 2004, 2005 and another \$250,000 in 2007 for additional personal property taxes assessed by the Montana Department of Revenue.
- (2) Total interest charges reflect the costs associated with the addition of \$6,000,000 of long-term debt and a \$2,000,000 bridge loan incurred in March 2004. In May 2005, we paid off the \$2,000,000 bridge loan and during fiscal 2006 we reduced the line of credit significantly, thus reducing interest in fiscal 2006. In fiscal 2007, we refinanced our long-term debt, resulting in the \$991,000 expensing of debt issue costs related to the refinanced debt.
- (3) There were no cash dividends paid between April 2003 and September 2005.