

Northern Utilities, Inc.
Common Expense Accounts Allocation Summary
12 Months Ended December 31, 2007

Allocator Summary:

	<u>NH</u>	<u>ME</u>	<u>Total</u>
Plant Allocated Items	49.2%	50.8%	100.00%
Labor Allocated Items	57.8%	42.2%	100.00%
Meter Allocated Items	52.0%	48.0%	100.00%
Net Revenue Allocated Items	50.6%	49.4%	100.00%

Northern Utilities, Inc.
 Development of Plant Allocator
 12 Months Ended December 31, 2007

		NH	ME	Total
Total Utility Plant				
Source:	Utility Plant	\$ 107,931,171	\$ 108,531,451	\$ 216,462,622
NU GAAP Balance Sheet	Property Held for Future Use	-	241,999	241,999
at 12/31/07	Completed Construction - Unclassified	579,514	1,484,825	2,064,339
	Total Construction Work in Progress	1,172,439	3,113,188	4,285,627
	Total Utility Plant	109,683,124	113,371,464	223,054,587
	Exclude: Property Held for Future Use	-	(241,999)	(241,999)
	Net Utility Plant	\$ 109,683,124	\$ 113,129,465	\$ 222,812,588
	Plant Allocator	49.2%	50.8%	100.0%

Accounts Allocated Using Plant Allocator:

Account Number	Description
Utility Operating Expense Related	
30 00 10 00 408 00 00	OTHER TAXES
30 00 10 00 408 00 01	OTHER TAXES CAPITALIZED
30 00 10 00 409 02 32	STATE INC TAX-NON OPER-CURRENT-OTHER
30 00 10 00 419 01 00	AFUDC-OTHER FUNDS - COMMON
30 00 08 00 419 09 01	INT INC - CASH POOL - COMMON
30 00 08 00 427 00 00	INTEREST ON LT DEBT - COMMON
30 00 08 00 428 00 00	AMORT OF DEBT EXPENSE - COMMON
30 00 08 00 430 00 00	INTEREST EXPENSE - ASSOC. CO. - COMMON
30 00 08 00 431 00 00	OTHER INTEREST EXPENSE - COMMON
30 00 08 00 431 30 00	INT EXP-LEASES - COMMON
30 00 10 00 432 00 00	AFUDC-BORROWED FUNDS - COMMON
30 00 08 00 438 00 00	DIV DECLARED COMMON STK - COMMON
30 00 10 00 439 00 00	ADJMNTS TO RETAINED EARNINGS
30 00 10 00 931 01 00	CAPITAL LEASE INTEREST RECLASS-COMMON
30 00 08 00 932 01 00	ERC RECOVERIES - COMMON

Non-Operating Expense Related

30 00 10 00 408 00 05	OTHER TAXES - NON OPERATING
30 00 08 00 421 00 00	MISC NON OPER INCOME - COMMON
30 00 10 00 421 01 00	GAIN ON DISP OF PROP - COMMON
30 00 10 00 426 00 00	PENALTIES - COMMON
30 00 08 00 426 10 00	DONATIONS - COMMON
30 00 21 00 426 10 00	DONATIONS - COMMON
30 00 24 00 426 10 00	COMMUNITY DONATIONS - COMMON
30 00 80 00 426 10 00	DONATIONS - COMMON
30 00 24 00 426 16 00	COMMUNITY SPONSORSHIPS - COMMON
30 00 24 00 426 17 00	OUTREACH AND EDUCATION - COMMON

Northern Utilities, Inc.
 Development of Labor Allocator
 12 Months Ended December 31, 2007

	NH	ME	Total
Salaries & Wages			
Source:			
NU			
'Payroll Capitalized'			
account download			
2007 YTD			
Capital	\$ 448,771	\$ 398,344	\$ 847,115
Balance Sheet / Other	745,171	597,060	1,342,231
Total - Construction Direct Labor	1,193,942	995,404	2,189,346
Taxes	426,841	-	426,841
O&M Labor	2,012,058	1,421,115	3,433,173
Total Labor	\$ 3,632,841	\$ 2,416,519	\$ 6,049,360
Less:			
Incentive Comp	-	106,968	106,968
Non Utility Labor - Capital	836	1,213	2,049
Non Utility Labor Expense	28,212	54,847	83,059
Guardian Care Expense	85,831	27	85,858
C/S Exp	-	-	-
Rental Maint	6,799	888	7,687
Taxes	426,841	-	426,841
Total Reductions	548,519	163,943	712,462
Net Labor:			
Capital	447,935	397,131	845,066
Balance Sheet / Other	745,171	490,092	1,235,263
Taxes (Outside O&M Exp Range)	-	-	-
Net O&M Labor	1,891,216	1,365,352	3,256,568
Construction plus Net O&M Labor	\$ 3,084,321	\$ 2,252,576	\$ 5,336,897
Labor Allocator	57.8%	42.2%	100.0%

Accounts Allocated Using Labor Allocator:

Account Number	Description
Utility Operating Expense Related	
30 00 03 00 408 03 10	TAXES FICA - COMMON
30 00 03 00 408 04 10	TAXES FEDERAL UNEMPLOYMENT - COMMON
30 00 03 00 408 06 11	TAXES UNEMPLOYMENT- COMMON
30 00 03 00 408 08 10	TAXES STATE HEALTH - COMMON
30 00 10 00 408 10 00	PAYROLL TAXES CAPITALIZED - COMMON
30 00 10 00 408 13 00	PROPERTY TAX CAPITALIZED - COMMON
30 00 03 00 922 01 00	FRINGE BENEFITS - COMMON
30 00 08 00 925 04 00	WORKERS COMP EXP-COMMON
30 00 10 00 925 04 01	WORKERS COMP CAPITALIZED-COMMON
30 00 08 00 925 05 00	INSURANCE - OTHER
30 00 03 00 926 00 00	EMPL PENSION-PAYROLL - COMMON
30 00 03 00 926 01 00	EMPL PENSION-401K - COMMON
30 00 10 00 926 01 01	401K CAPITALIZED - COMMON
30 00 03 00 926 02 01	FASB 87 - PENSION - COMMON
30 00 10 00 926 02 05	FASB 87 - PENSION - REG ASSET RECLASS - COMMON
30 00 10 00 926 02 10	FASB 87 - PENSION - USC ALLOC - COMMON
30 00 10 00 926 02 11	FASB 87 - REG ASSET - USC ALLOC - COMMON
30 00 03 00 926 03 00	HEALTH INSUR MEDICAL ONLY-COMMON
30 00 03 00 926 03 01	HEALTH INS - EMP CONTR - MEDICAL ONLY-COMMON
30 00 10 00 926 03 02	EMPLOYEE BENEFIT ACCRUAL ADJ-COMMON - COMMON
30 00 03 00 926 04 00	EMPL BENEFIT-LIFE INSURANCE-COMMON
30 00 10 00 926 05 00	BENEFIT COST CAPITALIZED - COMMON
30 00 03 00 926 06 00	EMPL BENEFITS OTHER-USC - COMMON
30 00 10 00 926 08 00	PENSION COST CAPITALIZED - COMMON

30	00	03	00	926	09	00	SFAS 106 - PBOP - COMMON
30	00	10	00	926	09	01	SFAS 106 - PBOP - REG ASSET RECLASS - COMMON
30	00	10	00	926	09	10	SFAS 106 - PBOP - USC ALLOC - COMMON
30	00	10	00	926	09	11	SFAS 106 - PBOP - REG ASSET -USC ALLOC - COMMON
30	00	03	00	926	10	00	EMPL PENSION FUND SERVICES
30	00	03	00	926	12	00	DENTAL INSURANCE-COMMON
30	00	03	00	926	12	01	DENTAL INSURANCE - EMP CONTRIBUTION-COMMON
30	00	03	00	926	13	00	AD&D INSURANCE - COMMON
30	00	03	00	926	14	00	LTD INSURANCE - COMMON
30	00	03	00	926	15	00	RETIREE LIFE INSURANCE-COMMON
30	00	10	00	926	17	00	PBOP COST CAPITALIZED - COMMON
30	00	03	00	926	18	00	PROFIT SHARING - COMMON
30	00	03	00	926	19	00	SERP - COMMON
30	00	03	00	926	20	00	SFAS 112 - COMMON

Northern Utilities, Inc.
 Development of Meters Allocator
 12 Months Ended December 31, 2007

		NH	ME	Total
Source: Jan-Dec sum of meters via NiSource provided actual history	Total Number of Annual Active Meters	327,830	302,040	629,870
	Meters Allocator	52.0%	48.0%	100.0%

Accounts Allocated Using Meters Allocator:

Account Number	Description
Utility Operating Expense Related	
30 00 26 00 902 00 00	CUST ACCTS METER READ EXP - COMMON
30 00 21 00 903 02 00	BILLG/ACCT FORMS/SUPPLIES - COMMON
30 00 21 00 903 04 00	POSTAGE - USC - COMMON
30 00 21 00 903 05 01	MISC COST OF COLLECTIONS - COMMON
30 00 21 00 903 05 02	COST OF COLLECTIONS - COMMON
30 00 21 00 903 05 03	SUNDRY COST OF COLLECTIONS - COMMON
30 00 21 00 903 05 04	O/S VENDOR SERVICES - MAILROOM - COMMON
30 00 21 00 903 06 00	USC - CUSTOMER ACCOUNTING - COMMON
30 00 21 00 903 08 00	MISC CUSTOMER RELATIONS - COMMON
30 00 02 00 911 00 00	SUPERVISION - COMMON
30 00 02 00 912 00 00	SELLING EXPENSE - COMMON

Northern Utilities, Inc.
 Development of Net Revenue Allocator
 12 Months Ended December 31, 2007

		NH	ME	Total
Revenues				
<i>Source:</i>	Gross Revenue	\$ 71,174,570	\$ 58,687,409	\$ 129,861,978
<i>NU GAAP Income Statements</i>	Less: Rental Revenue	326,495	642,252	968,747
<i>Dec 2007 YTD</i>	Less: Guardian Care Revenue	402,834	40	402,874
<i>(Other than weather</i>	Less: Repair Work	78,936	15,389	94,325
<i>normalization adjustment)</i>	Less: Inspection Revenue	99,227	-	99,227
	Less: Installation Revenue	119,511	266	119,777
	Less: Total Gas Costs (A)	48,451,176	37,229,318	85,680,493
	Base Revenue	21,696,391	20,800,145	42,496,536
<i>2007 Dec YTD ROR Reports</i>	Weather Normalization Adjustment	(445,000)	(35,000)	(480,000)
	Net Base Distribution Revenue	\$ 21,251,391	\$ 20,765,145	\$ 42,016,536
	Net Revenue Allocator	50.6%	49.4%	100.0%

Accounts Allocated Using Net Revenue Allocator:

Account Number	Description
Utility Operating Expense Related	
30 00 13 10 483 00 00	SALES FOR RESALE - DEMAND - PEAK - COMMON
30 00 13 40 483 00 00	SALES FOR RESALE - DEMAND - OFF PEAK - COMMON
30 00 13 10 483 00 01	SALES FOR RESALE - COMMODITY - PEAK - COMMON
30 00 13 40 483 00 01	SALES FOR RESALE - COMMODITY - OFF PEAK - COMMON
30 00 13 10 483 01 00	SUPPLIER CREDIT - DEMAND - PEAK - COMMON
30 00 13 40 483 01 00	SUPPLIER CREDIT - DEMAND - OFF PEAK - COMMON
30 00 13 10 483 01 01	SUPPLIER CREDIT - COMMODITY - PEAK - COMMON
30 00 13 40 483 01 01	SUPPLIER CREDIT - COMMODITY - OFF PEAK - COMMON
30 00 13 10 723 01 01	LPG PROCESS DEMAND - COMMON - PEAK
30 00 13 40 723 01 01	LPG PROCESS DEMAND - COMMON - OFF PEAK
30 00 13 10 723 01 02	LPG PROCESS COMMODITY - COMMON - PEAK
30 00 13 40 723 01 02	LPG PROCESS COMMODITY - COMMON - OFF PEAK
30 00 13 10 728 01 01	LPG VAPORIZED FOR SENDOUT - DEMAND - COMMON - PEAK
30 00 13 40 728 01 01	LPG VAPORIZED FOR SENDOUT - DEMAND - COMMON - OFF PEAK
30 00 13 10 728 01 02	LPG VAPORIZED FOR SENDOUT - COMMODITY - COMMON - PEAK
30 00 13 40 728 01 02	LPG VAPORIZED FOR SENDOUT - COMMODITY - COMMON - OFF PEAK
30 00 13 00 800 00 00	GAS PURCH-INT PROFITS DUE COMPANY - COMMON
30 00 13 10 804 01 01	TRANSPORTATION - DEMAND - COMMON - PEAK
30 00 13 40 804 01 01	TRANSPORTATION - DEMAND - COMMON - OFF PEAK
30 00 13 10 804 01 02	TRANSPORTATION - VARIABLE - COMMON - PEAK
30 00 13 40 804 01 02	TRANSPORTATION - VARIABLE - COMMON - OFF PEAK
30 00 13 10 804 02 01	SUPPLY PURCHASES - DEMAND - COMMON - PEAK
30 00 13 40 804 02 01	SUPPLY PURCHASES - DEMAND - COMMON - OFF PEAK
30 00 13 10 804 02 02	SUPPLY PURCHASES - COMMODITY - COMMON - PEAK
30 00 13 40 804 02 02	SUPPLY PURCHASES - COMMODITY - COMMON - OFF PEAK
30 00 13 00 806 00 00	EXCHANGE WITHDRAWALS - COMMON
30 00 13 00 806 01 00	EXCHANGE INJECTIONS - COMMON
30 00 13 00 807 00 00	HEDGING COSTS - DEMAND - PEAK - COMMON
30 00 13 40 807 00 00	HEDGING COSTS - DEMAND - OFF PEAK - COMMON
30 00 13 10 807 00 01	HEDGING COSTS - COMMODITY - PEAK - COMMON
30 00 13 40 807 00 01	HEDGING COSTS - COMMODITY - OFF PEAK - COMMON
30 00 13 10 808 00 00	LNG USED TO VAPORIZE LNG - DEMAND - PEAK - COMMON
30 00 13 40 808 00 00	LNG USED TO VAPORIZE LNG - DEMAND - OFF PEAK - COMMON
30 00 13 10 808 00 01	LNG USED TO VAPORIZE LNG - COMMODITY - PEAK - COMMON
30 00 13 40 808 00 01	LNG USED TO VAPORIZE LNG - COMMODITY - OFF PEAK - COMMON
30 00 13 10 808 01 00	LNG VAPORIZED FOR SENDOUT - DEMAND - PEAK - COMMON
30 00 13 40 808 01 00	LNG VAPORIZED FOR SENDOUT - DEMAND - OFF PEAK - COMMON

30	00	13	10	808	01	01	LNG VAPORIZED FOR SENDOUT - COMMODITY - PEAK - COMMON
30	00	13	40	808	01	01	LNG VAPORIZED FOR SENDOUT - COMMODITY - OFF PEAK - COMMON
30	00	13	10	808	02	00	STORAGE COSTS -DEMAND - PEAK - COMMON
30	00	13	40	808	02	00	STORAGE COSTS -DEMAND - OFF PEAK - COMMON
30	00	13	10	808	02	01	STORAGE COSTS -COMMODITY - PEAK - COMMON
30	00	13	40	808	02	01	STORAGE COSTS -COMMODITY - OFF PEAK - COMMON
30	00	13	00	812	00	00	GAS - OTHER - COMMON
30	00	13	00	813	00	00	OTHER GAS SUPPLY EXP - COMMON
30	00	13	00	813	01	00	USC-GAS PRODUCTION OTHER - COMMON
30	00	13	00	814	00	00	WELLS COLLECTIONS - COMMON
30	00	12	00	880	02	00	USC-GAS DISTRIBUTION - COMMON
30	00	17	00	880	02	00	USC - GAS DISTRIBUTION - COMMON
30	00	23	00	880	02	00	USC-GAS DISTRIBUTION - COMMON
30	00	02	00	882	01	00	REV C/S GC - COMMON
30	00	03	00	920	05	00	COMPENSATION EXPENSE-COMMON
30	00	10	00	920	05	00	COMPENSATION EXPENSE CAPITALIZED-COMMON
30	00	08	00	921	01	08	BANK FEES & COMMITMENT FEES - COMMON
30	00	08	00	921	01	09	CREDIT CARD FEES - COMMON
30	00	07	00	921	03	00	DUES & SUBSCRIPTIONS - COMMON
30	00	13	00	921	03	00	DUES & SUBSCRIPTIONS - COMMON
30	00	13	00	921	38	00	PC SOFTWARE & SUPPLY - COMMON
30	00	01	00	923	00	02	OS LEGAL - MISC REGULATORY - COMMON
30	00	08	00	923	00	01	OS LEGAL - CORP-COMMON
30	00	10	00	923	00	00	OS-LEGAL- ACCOUNTING-COMMON
30	00	12	00	923	00	00	OS LEGAL - ENGINEERING-COMMON
30	00	13	00	923	00	02	OS LEGAL - MISC - COMMON
30	00	10	00	923	02	00	OUTSIDE SERVICES-AUDIT-COMMON
30	00	10	00	923	03	00	OS UNITIL SERVICE CORP-COMMON
30	00	10	00	923	03	05	USC OUTSIDE SERVICES-DIRECT CHGS-COMMON
30	00	10	00	923	03	06	O/S USC - OTHER-COMMON
30	00	10	00	923	03	08	USC ALLOCATED PBOP EXPENSE-COMMON
30	00	10	00	923	03	10	USC ALLOCATED PENSION EXPENSE-COMMON
30	00	12	00	923	04	00	OS - ENGINEERING - COMMON
30	00	10	00	923	05	00	OS - AFFILIATE - COMMON
30	00	13	00	923	06	00	OS IRP EXPENSE-COMMON
30	00	13	00	923	07	00	OS GAS CONTRACTS EXPENSE OTHER-COMMON
30	00	21	00	923	08	00	MISC COSTS - AFCC - COMMON
30	00	10	00	923	09	00	OUTSIDE SERVICES-COMMON
30	00	02	00	923	10	00	DSM IMPLEMENTATION EXP - COMMON
30	00	08	00	924	00	00	PROPERTY INSURANCE-COMMON
30	00	10	00	924	00	01	PROPERTY INS CAPITALIZED-COMMON
30	00	08	00	925	00	00	D & O AND FIDUCIARY-COMMON
30	00	08	00	925	02	00	GENERAL LIABILITY-COMMON
30	00	08	00	925	02	02	GENERAL LIABILITY CLAIMS-COMMON
30	00	10	00	925	02	01	GEN'L LIAB. CAPITALIZED-COMMON
30	00	01	00	928	01	00	REG COMM ASSESSMENT/FEES-COMMON
30	00	01	00	928	02	00	REG COMM EXP - MISC-COMMON
30	00	01	00	928	03	00	REG COMM EXP - LEGAL-COMMON
30	00	13	00	928	03	00	REG COMM EXP - LEGAL-COMMON
30	00	08	00	930	02	00	TRUSTEE/REGISTRAR EXPENSE - COMMON
30	00	03	00	930	20	00	MISC EXPENSE - COMMON
30	00	10	00	930	20	00	MISC EXPENSE - COMMON
30	00	10	00	931	31	00	MISC. EXPENSES - COMMON
30	00	10	00	999	99	99	SUSPENSE ACCOUNT - COMMON

Unitil Building Facilities Area Assignments - 2009

Office Building	UES		Northern Utilities - NH				Northern Utilities - ME				Granite	Usource	USC	Hoteling	Common	TOTAL
	Garage	UES Total	Office	Stkrm	Garage	NU-NH Total	Office	Stkrm	Garage	NU-ME Total						
UES/Seacoast-DOC 24 Witch Lane, Plaistow, NH	480	480			1,920	1,920				-			-	-	-	2,400
Northern/NH - DOC 325 West Road, Portsmouth, NH		-	3,422	6,220		9,642				-	527	742	3,405	-	9,965	24,281
Northern/ME-DOC 1075 Forest Avenue, Portland, ME		-				-	3,233	4,481	1,560	9,274	151	-	-	1,101	3,110	13,636

Relative Percentage of Direct-Assigned Area (i.e. Excluding Hoteling and other Common area, where applicable)

Office Building	UES		Northern NH				Northern ME				Granite	Usource	USC	Hoteling	Common	TOTAL
	Garage	UES Total	Office	Stkrm	Garage	NU-NH Total	Office	Stkrm	Garage	NU-ME Total						
UES/Seacoast-DOC 24 Witch Lane, Plaistow, NH	20.00%	20.00%	0.00%	0.00%	80.00%	80.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%			100.00%
Northern/NH - DOC 325 West Road, Portsmouth, NH	0.00%	0.00%	23.90%	43.45%	0.00%	67.36%	0.00%	0.00%	0.00%	0.00%	3.68%	5.18%	23.78%			100.00%
Northern/ME-DOC 1075 Forest Avenue, Portland, ME	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	34.30%	47.54%	16.55%	98.40%	1.60%	0.00%	0.00%			100.00%