ENERGYNORTH NATURAL GAS, INC d/b/a NATIONAL GRID NH
Federal Income Tax Reconciliation
Puc 1604.01(a)(3)

	12 Months Ending June 30, 2009
OPERATING INCOME BEFORE INCOME TAXES& INTEREST CHARGES	6,159,458
INTEREST CHARGES and Other Charges	4,044,920
OPERATING INCOME BEFORE INCOME TAXES	**2,114,537**
State Income Taxes	216,650
SECTION I - FLOW THROUGH ITEMS	
Permanent Differences	
Lobbying Expenses	(41,786)
Meals & Entertainment	(7,077)
Penalties & Fines	
Medicare Income	2,136
AFUDC Equity	481,018
Total Perm M's	434,291
Income Subject To Tax	2,332,178
Income Tax @35%	816,262
Accrual To Return Adjustment	
Current	479,571
Deferred	(865,264)
Total	(385,692)
Federal Income Tax Expense	**430,570**
Timing Differences	
Deferred Gas Costs	9,049,101
Gain/<Loss> on Sale of Assets	
Regulatory Liability	(785,998)
AFUDC Debt	15,372
Pension Cost	(1,687,352)
Unbilled Revenue	965,273
Unamortized Debt Expense	(7,473)
Amortization Expense	(313,808)
Bad Debts	(1,883,753)
Gas Research Institute	
Incentive Plan	
OPEB/FASB 106	62,767
Performance Shares	
Vacation Accrual	(8,815)
Reserve- Environmental	(159,961)
Environmental Clean Up Costs	
Cathodic Protection	171
CIAC -- Deferral	(70,971)
Depreciation Expense -- Tax	(1,279,469)
Depreciation Expense -- Books	9,982,391
Non- improvement Mains	436,026
Removal Cost -- Deferral	256,851
Property Tax Deferral	
Uniform Capitalization -- Section 263	(15,372)
UNICAP Inventory	353,499
UNICAP -- Self-Constructed Assets	113,114
R&E Expense	66,437
Deferred State Income Tax Expense	1,282,483
Total Timing M's	16,370,513
Taxable Income	18,702,690
Current Income Tax @ 35%	6,545,942
Current Accrual To Return Adjustment	479,571
Current Income Tax Expense	7,025,513
Deferred Income Tax Expense	(5,729,679)
Deferred Accrual To Return Adjustment	(865,264)
Deferred Income Tax Expense	(6,594,943)
Total Income Tax Expense Deferred & Current	**430,570**