ELPC Exhibit 2.1

Peoples Energy: Proposed Energy Efficiency Program and Projected Energy Savings

Mid-American Energy Natural Gas Efficiency Program Results						Peoples Energy Program Funded at $20MM/Year				Lifetime Value of Energy Savings ($)	
Program Area	**Description**	% of Total Spending[1]	Avg. Exp. Per Participant[2]	Exp/Saved Therm (Life of Measure)[4]	Assumed Life of Measure (Yrs)	Annual Funding Level (MM) $20.0	Annual Participants[5]	Annual Energy Savings (Therms)[6]	Annual Customer Energy Savings ($)[7]	To Customer[8]	To Utility[9]
Residential Audits	Energy audits, weatherization materials	18.0%	$239	$0.22	15	$3.6	15,076	1,092,520	$998,727	$14,980,903	$11,859,847
Residential Rebates	Rebates for Furnaces, Water Heaters	17.0%	$208	$0.20	15	$3.4	16,312	1,134,890	$1,037,460	$15,561,897	$12,319,800
Residential New Construction	Builder Incentives for EE Design	30.0%	$1,742	$0.12	25	$6.0	3,444	1,991,215	$1,820,269	$45,506,725	$36,026,053
Low Income	Complete Weatherization Assistance	16.0%	$3,061	$0.75	15	$3.2	1,046	285,386	$260,885	$3,913,277	$3,098,002
Small Commercial/Multi-Family Audits	On-line and in-person energy audits, weatherization	5.0%	$738	$0.19	15	$1.0	1,355	351,852	$321,645	$4,824,681	$3,819,528
Lg Comm/Indust Energy Analysis	Technical assistance	1.5%	$2,135	$0.33	10	$0.3	141	90,323	$82,568	$825,684	$653,665
Non-Residential Eqmt and Custom Rebates	Standardized and Custom Incentives	2.5%	$521	$0.12	15	$0.5	960	269,663	$246,512	$3,697,685	$2,927,326
Commercial New Construction	Builder Incentives for EE Design	5.0%	$91,891	$0.11	25	$1.0	11	363,007	$331,843	$8,296,069	$6,567,703
Program Evaluation		5.0%	n/a			$1.0	n/a				
TOTAL		100.0%		$0.17	20	$20.0	38,343	5,823,156	$5,099,910	$97,606,921	$77,271,924

[1] Based on MidAmerican Energy's 2005 Energy Efficiency Gas Program Budget in Iowa

[2] Based on MidAmerican Energy's actual program expenditures per participant

[3] Actual expenditures divided by reported engineering estimates of year 1 gas savings in therms

[4] Program expenditures divided by (annual savings x estimated useful life of efficiency measure)

[5] Funding per program divided by actual expenditures per customer in MidAm program

[6] Reported energy savings per customer multiplied by estimated number of participants per program

[7] Annual energy savings per program multiplied by current per therm charge (including gas, distribution and taxes)

[8] Annual dollar savings multiplied by useful life of efficiency investment

[9] Annual dollar savings (gas costs only) multiplied by useful life of efficiency investment