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By Electronic Filing

Honorable Heather M. Jorgenson
Administrative Law Judges
Illinois Commerce Commission
160 N. LaSalle Street, Suite C-800
Chicago, Illinois 60601-3104

Re: *MidAmerican Energy Company*, Docket No. 14-0066
Response to Deficiency Letter Dated January 17, 2014

Dear Judge Jorgenson:

Pursuant to Section 285.145 of the Illinois Administrative Code, MidAmerican Energy Company (MidAmerican) provides its response to your letter dated January 17, 2014, seeking additional information regarding MidAmerican's rate application filed on December 16, 2013. MidAmerican's responses to your request are outlined below.

Subpart B: General Information Requirements

1. Section 285.305 General Information Requirements

- k) Most recent annual report to shareholders and statistical supplements of the utility and any parent company.**

Response: Neither MidAmerican nor MidAmerican Energy Holdings Company prepares an annual report to shareholders. However, MidAmerican is including the 2012 annual report for Berkshire Hathaway Inc. as 285.305 (k) Attachment K.

- l) Quarterly reports to shareholders issued subsequent to the last annual report to shareholders of the utility and any parent company.**

Response: Neither MidAmerican nor any of its parent companies have issued any quarterly reports to shareholders since the last annual report other than the Form 10-Q's of each company. Refer to the Form 10-Q's filed under Section 285.305 Subpart (o).

MidAmerican is also including the 2013 Form 10-Q's for Berkshire Hathaway Inc. as Attachments L(1), L(2) and L(3).

- m) **Most recent Securities and Exchange Commission (SEC) Form 10-K of the utility and any parent company.**

Response: MidAmerican is including the 2012 Form 10-K for Berkshire Hathaway Inc. as Attachment M.

- n) **All SEC Form 8-Ks referenced in the SEC Form 10-K (subsection (m)) of the utility and any parent company.**

Response: There were no Form 8-Ks referenced in the respective Form 10-Ks filed under subsection 285.305 (m) by MidAmerican or any of its parent companies.

- q) **Most recent proxy statement of the utility and any parent company.**

Response: MidAmerican is including the 2013 Proxy Statement for Berkshire Hathaway Inc. as Attachment Q.

2. **Section 285.310 General Information Requirements**

- d) **For utilities with generating plants included in rate base in the test year, all studies performed by the utility or relied upon by the utility to determine its optimal fossil fuel inventory level. Include the economic justification for the fossil fuel inventory level that is being requested.**

Response: MidAmerican conducted a cost benefit analysis. Confidential Section 285.310 d) made in the initial filing explains the economic justification of the inventories based on the expected increase in coal transport rates in 2013. As explained in its initial filing, MidAmerican's 2012 fossil fuel inventory was based on the net savings achieved by increasing the inventory levels to optimize the 2012 rail transportation rate compared to the 2013 rail transportation rates. Please see Confidential Attachment 2d) for the analysis performed.

Subpart F: Operating Income Schedules

3. **Section 285.3085 Schedule C-10 Rate Case Expense**

- b) **The information provided for each outside consultant or witness and each outside legal service shall include:**

1) Name;

2) Estimated fee;

- 3) Basis of charge;
- 4) Travel expenses;
- 5) Other expenses;
- 6) Projected total expenses of instant rate case;
- 7) Type of service rendered;
- 8) Specific service rendered; and
- 9) Amount included in test year jurisdictional operating expense at proposed rates on Schedule C-1.

Response: Please see Attachment 3.b).

Subpart G: Rate of Return Schedules

4. Section 285.4030 Schedule D-3 Embedded Cost of Long-term Debt

e) Provide the following work papers or documents supporting Schedule D-3:

- 6) *List the obligations of all persons or entities, non-utility affiliates or otherwise, the repayment of which the utility guarantees in any manner or form. In addition, identify the obligor" the amount of the obligation, including principal and interest, its due date, any consideration received by the utility as guarantor, and the ICC docket number of any order authorizing the contract. Exclude agreements with nuclear fuel lease subsidiaries and financing subsidiaries established solely for the purpose of servicing the financial obligations of the utility.*

Response: MidAmerican Energy Company has no obligations of others, the repayment of which it guarantees, supporting Schedule D-3.

5. Section 285.4090 Schedule D-9 through D-12 Financial Statements

b) Schedule D-9: Income Statement.

Response: The MidAmerican Energy Company income statement for the year to date period ending September 30, 2013 is included as Attachment D-9.1.

c) Schedule D-10: Balance Sheet.

Response: The MidAmerican Energy Company balance sheet as of September 30, 2013 is included as Attachment D-10.1.

d) Schedule D-11: Statement of Cash Flows. The statement of cash flows shall include, but need not be limited to, the following items:

- 1) Cash flows from operating activities:
 - A) Net income;
 - B) Depreciation and amortization;
 - C) Deferred income taxes and investment tax credits - net;
 - D) Other operating activities excluding changes in working capital - net; and
 - E) Changes in working capital - net.
- 2) Cash flows from investing activities:
 - A) Capital (construction) expenditures - net of AFUDC; and
 - B) Other investing activities - net.
- 3) Cash flows from financing activities (separately show any subsidiary security issuances and retirements for which the utility has ultimate liability):
 - A) Issuance of long-term debt;
 - B) Retirement of long-term debt;
 - C) Issuance of preferred stock;
 - D) Retirement of preferred stock;
 - E) Issuance of common stock;
 - F) Retirement of common stock;
 - G) Net increase (decrease) in short-term debt;
 - H) Dividends paid on preferred stock;
 - I) Dividends paid on common stock; and
 - J) Other (explain).
- 4) Net increase (decrease) in cash.

Response: The MidAmerican Energy Company statement of cash flows for the year to date period ending September 30, 2013 is included as Attachment D-11.1.

e) Schedule D-12: Statement of Retained Earnings.

Response: The MidAmerican Energy Company statement of retained earnings for the year to date period ending September 30, 2013 is included as Attachment D-12.1.

Subpart H: Rate and Tariff Schedules

6. Section 285.5110 Schedule E-G: Embedded Class Cost of Service Studies

b) Schedule E-6 work papers: the utility shall provide a copy of all materials relied on in developing the cost-of-service study.

Response: Please see Attachments E-6(a) and E-6(b).

Subpart I: Planning and Operating Schedules for Electric Utilities

7. Section 285.6010 Schedule F-2: Electric Interchange Transactions

Schedule F-2 shall contain information on electric interchange transactions of electric utilities for the test year and five consecutive years immediately preceding the test year when a utility is seeking a rate increase other than a delivery services rate increase. Information to be provided shall include:

b) Non-firm purchases and sales: Provide an annual summary listed by organization involved in the transaction and by type of transaction (economy, general purpose, emergency, etc.). Include MWhrs received or delivered, energy charge in dollars, and transmission charges. Forecast levels of non-firm purchases and sales need only be listed by transaction type.

Response: MidAmerican provided confidential and public versions of the following documents for requirement 285.6010 Schedule F-2:

- 285.6010 Schedule F-2 2007
- 285.6010 Schedule F-2 2008
- 285.6010 Schedule F-2 2009
- 285.6010 Schedule F-2 2010
- 285.6010 Schedule F-2 2011
- 285.6010 Schedule F-2 2012
- 285.6010 Schedule F-2 sub part b

The table below shows where the non-firm purchases information required in subpart b can be found in the CONFIDENTIAL version of the schedules.

Subpart b - Non-Firm Purchases						
Year	File Name and Page Numbers	Column				
		Organization	Transaction Type	MWhrs Received	Energy Charge \$	Transmission Charges
2007	285.6010 Schedule F-2 2007, pages 3 – 5	Column (a)	Column (h)	Column (b)	Column (d)	Column (f)
2008	285.6010 Schedule F-2 2008, pages 3 – 5	Column (a)	Column (h)	Column (b)	Column (d)	Column (f)
2009	285.6010 Schedule F-2 2009, pages 3 – 5	Column (a)	Column (h)	Column (b)	Column (d)	Column (f)
2010	285.6010 Schedule F-2 2010, pages 3 – 4	Column (a)	Column (h)	Column (b)	Column (d)	Column (f)
2011	285.6010 Schedule F-2 2011, page 3	Column (a)	Column (h)	Column (b)	Column (d)	Column (f)
2012	285.6010 Schedule F-2 2012, page 3	Column (a)	Column (h)	Column (b)	Column (d)	Column (f)

The table below shows where the non-firm sales information required in subpart b can be found in the CONFIDENTIAL version of the schedules.

Subpart b - Non-Firm Sales						
Year	File Name and Page Numbers	Column				
		Organization	Transaction Type	MWhrs Delivered	Energy Charge \$	Transmission Charges
2007	285.6010 Schedule F-2 2007, pages 6 – 9	Column (a)	Column (h)	Column (b)	Column (d)	Column (f)
2008	285.6010 Schedule F-2 2008, pages 6 – 9	Column (a)	Column (h)	Column (b)	Column (d)	Column (f)
2009	285.6010 Schedule F-2 2009, pages 6 – 9	Column (a)	Column (h)	Column (b)	Column (d)	Column (f)
2010	285.6010 Schedule F-2 2010, pages 5 – 6	Column (a)	Column (h)	Column (b)	Column (d)	Column (f)
2011	285.6010 Schedule F-2 2011, page 4	Column (a)	Column (h)	Column (b)	Column (d)	Column (f)
2012	285.6010 Schedule F-2 2012, page 4	Column (a)	Column (h)	Column (b)	Column (d)	Column (f)

The table below shows where the forecasted non-firm purchases and sales information required in subpart b can be found in the CONFIDENTIAL version of the schedules.

Subpart b - Forecasted Non-Firm Purchases and Sales		
Year	File Name and Page Numbers	Column
		Transaction Type
2007	285.6010 Schedule F-2 sub part b, pages 11 - 12	Column (b)
2008	285.6010 Schedule F-2 sub part b, pages 9 - 10	Column (b)
2009	285.6010 Schedule F-2 sub part b, pages 7 - 8	Column (b)
2010	285.6010 Schedule F-2 sub part b, pages 5 - 6	Column (b)
2011	285.6010 Schedule F-2 sub part b, pages 3 - 4	Column (b)

2012	285.6010 Schedule F-2 sub part b, pages 1 - 2	Column (b)
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- c) **Transmission services: Provide the annual MWhrs received and delivered and revenue received for providing transmission services.**

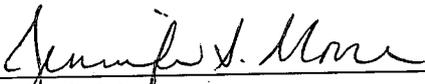
Response: The table below shows where the information required in subpart c can be found in both the CONFIDENTIAL and PUBLIC versions of the schedules.

Subpart c – Transmission Services				
Year	File Name and Page Number	Column		
		MWhrs Received	MWhrs Delivered	Revenue Received
2007	285.6010 Schedule F-2 2007, page 10	Column (a)	Column (b)	Column (c)
2008	285.6010 Schedule F-2 2008, page 10	Column (a)	Column (b)	Column (c)
2009	285.6010 Schedule F-2 2009, page 10	Column (a)	Column (b)	Column (c)
2010	285.6010 Schedule F-2 2010, page 7	Column (a)	Column (b)	Column (c)
2011	285.6010 Schedule F-2 2011, page 5	Column (a)	Column (b)	Column (c)
2012	285.6010 Schedule F-2 2012, page 5	Column (a)	Column (b)	Column (c)

Verification

STATE OF IOWA)
) ss.
COUNTY OF SCOTT)

I, Jennifer S. Moore, being first duly sworn on oath, depose and state that I am Senior Attorney for MidAmerican Energy Company and that the foregoing Response to the January 17, 2014 Deficiency Notice of MidAmerican Energy Company is true and correct to the best of my knowledge and belief.



Jennifer S. Moore
Senior Attorney

Subscribed and sworn to before me
this 14th day of February, 2014.
