

MidAmerican Energy Company
Electric Energy Cost Adjustment
Annual Report Narrative
2014

EL09-012

Schedule A (confidential):

Estimated Annual Gain and Loss Requested Hedge Pass-Through and SD EECA

This confidential schedule is a snapshot of the heating oil positions as of January 1, 2014. The schedule provides the volume of heating oil hedged as of January 1, 2014, and the estimated maximum and minimum annual gain and loss that would be expected to be experienced using the actual price history for the January 2012 through December 2014 period. As of January 1, 2014, MidAmerican Energy Company did not have any open heating oil hedge positions. MidAmerican Energy continues to evaluate heating oil hedging and could hedge heating oil utilizing New York Mercantile Exchange futures contracts, financial over-the-counter swap contracts, Intercontinental Exchange futures contracts or physical fixed price agreements for future periods.

Schedule B:

Electric Energy Cost Adjustment Annual Gain/Loss from Hedge Pass-Through 2014

This schedule provides the actual dollar value of total company financial and physical hedging transactions recorded in the inventory accounts then expensed, or directly expensed, and the South Dakota allocation using the average monthly allocation factors during the period. These gains and losses were included in the March 2014 to February 2015 Electric Energy Cost Adjustment filings and they incorporate the results for the January through December 2014 period. A total gain of \$0 was allocated to South Dakota for the period.