

RULE 20:10:13:59
SCHEDULE D-5
Interest and Other Overheads
Test Year Ending December 31, 2021
Utility: MidAmerican Energy Company
Docket No. NG22-___

Individual Responsible: Aimee S. Rooney

Line No.	Description
1	<u>Allowance for Funds Used During Construction</u>
2	
3	Interest is computed on each construction job on which the construction period exceeds thirty days. No
4	allowance is computed on additions to land and land rights, and blanket projects. Interest is computed
5	on the cumulative balance plus one half of the current month's charges. Capitalization ceases when the
6	project is placed in service. The allowance rate is based on the composite cost of capital as required
7	under Federal Energy Regulatory Commission Order 561. Per Docket No. AC20-127-000 a 2019
8	short-term debt balance was used in the AFUDC computations from March 2020 through December 2021.
9	
10	<u>Injuries and Damages</u>
11	
12	Injuries and Damages provision is an amount deemed necessary for potential liabilities. The amount
13	capitalized is a percentage of straight time labor charged to capital. The provision is reviewed quarterly
14	and changed as required.
15	
16	<u>General and Administrative</u>
17	
18	General administration and engineering and supervision not directly assigned to specific jobs are
19	combined and recorded as an overhead cost. It is allocated on direct construction costs per project
20	monthly.
21	
22	<u>Labor Related Loadings</u>
23	
24	Payroll taxes and employee benefit expenses are charged to construction based upon a percentage of
25	straight time construction labor.
26	
27	<u>Corporate Facility Loadings</u>
28	
29	Costs associated with the five corporate buildings are charged to construction based upon the direct
30	labor charged by the employees in those facilities.
31	