

**BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF SOUTH DAKOTA**

IN THE MATTER OF THE FILING BY)
MIDAMERICAN ENERGY COMPANY FOR)
APPROVAL OF FUEL INCENTIVE AND)
PROPOSAL TO CREDIT MARGINS THROUGH)
THE PURCHASED GAS ADJUSTMENT)
)
)
)
ORDER APPROVING FUEL
INCENTIVE AND PROPOSAL
TO CREDIT MARGINS
THROUGH THE
PURCHASED GAS
ADJUSTMENT
NG06-009

On September 11, 2006, MidAmerican Energy Company filed an application seeking approval to utilize its Purchased Gas Adjustment during the months of January through March of 2007, to share positive net margins earned on sales for resale made using natural gas stored at one of its Waterloo, Iowa liquified natural gas facility storage tanks. MidAmerican stated that if the project does not result in a positive net margin from sales for resale, MidAmerican would not attempt to recover the negative net margin from retail customers.

On September 14, 2006, the Commission electronically transmitted notice of the filing and the intervention deadline of September 29, 2006. No petitions to intervene were filed.

On October 19, 2006, the Commission considered this matter and deferred action pending the receipt of additional information. On October 27, 2006, the Commission received a Revision to Combined Request for Approval of Fuel Incentive and Proposal to Credit Margins through the Purchased Gas Adjustment from MidAmerican.

At its regularly scheduled meeting of October 31, 2006, the Commission considered whether to approve the fuel incentive and proposal to credit margins through the purchased gas adjustment. Commission Staff recommended approval. The Commission voted unanimously to approve the filing proposed by MidAmerican, as revised and with reporting as proposed by MidAmerican

The Commission finds that it has jurisdiction over this matter pursuant to SDCL Chapter 49-34A.

It is therefore

ORDERED, that the filing by MidAmerican for approval of its fuel incentive and proposal to credit margins through the purchased gas adjustment is approved, as revised with reporting as proposed by MidAmerican.

Dated at Pierre, South Dakota, this 17th day of November, 2006.

CERTIFICATE OF SERVICE	
The undersigned hereby certifies that this document has been served today upon all parties of record in this docket, as listed on the docket service list, by facsimile or by first class mail, in properly addressed envelopes, with charges prepaid thereon.	
By:	<u>Rebecca Kalbo</u>
Date:	<u>11/21/06</u>
(OFFICIAL SEAL)	

BY ORDER OF THE COMMISSION:

Dustin M. Johnson
DUSTIN M. JOHNSON, Commissioner

Gary Hanson
GARY HANSON, Commissioner