

**LETTERS FROM  
MUNICIPAL UTILITIES  
AND PUBLIC POWER DISTRICTS**



**Nebraska Public Power District**  
*"Always there when you need us"*

Received  
MAY 25 2005  
David L. Sokol

W. J. Fehrman  
President & CEO  
Phone (402) 563-5558  
Fax (402) 563-5145  
wjfehrm@nppd.com

May 24, 2005

Mr. David L. Sokol  
Chairman and Chief Executive Officer  
MidAmerican Energy Holdings Company  
302 South 36<sup>th</sup> Street, Suite 400  
Omaha, Nebraska 68131-3845

Dear David:

Congratulations and best wishes regarding your recent announcement of the acquisition of Pacificorp. NPPD appreciates the long-standing and positive relationship we have with MidAmerican. MidAmerican's willingness to work collaboratively with public power entities in the areas of transmission and generation planning and joint ownership are important to us.

We're excited about the potential benefits the acquisition may provide, especially as it relates to the opportunity to further develop a transmission model that can help address the critical issues we face throughout our respective service areas. We look forward to working with your team in that regard.

Sincerely,

William J. Fehrman  
President & CEO  
Nebraska Public Power District



May 26, 2005

Mr. David Sokol  
Chairman and CEO  
MidAmerican Energy Holdings Company  
302 South 36<sup>th</sup> Street, Suite 400  
Omaha, Nebraska 68131-3845

Dear Mr. Sokol:

On behalf of Cedar Falls Utilities, I want to express our best wishes to your organization as you move forward with the acquisition of Pacificcorp.

As you know, Cedar Falls Utilities has enjoyed a long history of successful cooperation and partnerships with MEC and its predecessor companies. One of the most significant early partnerships brought about the ground-breaking joint ownership of Council Bluffs #3 and the related 345 KV transmission line.

By working together, MEC predecessor Iowa Power and CFU were able to overcome political, legislative and industry challenges. Today, CB#3 remains one of the most successful economic generating units in the U.S. The joint ownership model forged by Iowa Power and CFU was soon copied by Iowa Public Service at Neal 4, Iowa Illinois at Ottumwa, and others.

Our companies have cooperated in a unique joint dispatch arrangement since 1979. In 1984, CFU purchased some Neal 4 generating capacity from IPS. The purchase kept the unit within the IPS dispatch group family to the benefit of both organizations. At this time, a significant joint effort to solve transmission bottlenecks at Quad Cities West is close to being finalized. Next month our Board is expected to give final approval for our sale of energy and capacity to the City of Hudson, again benefiting both CFU and MEC. We have also identified areas for possible future cooperation on various transmission and dispatch issues.

Many more examples of cooperation could be cited. At every opportunity for more than 30 years, our message to FERC and the Iowa Utilities Board has been that MEC is an honorable friend and partner. Most recently, we have commended MEC's efforts to offer every municipal utility in Iowa an opportunity to control its own power supply through joint ownership of Council Bluffs #4. Our Electric Utility is taking advantage of this important opportunity.

We look forward to continuing our productive partnership with MEC as your company expands through this important acquisition.

Sincerely,

A handwritten signature in black ink, appearing to read 'James R. Krieg'. The signature is fluid and cursive, written over a white background.

James R. Krieg,  
General Manager/CEO

cc: Todd Raba

**Muscatine Power and Water**

3205 Cedar Street • Muscatine, Iowa 52761-2204  
563/263-2631

**Jay D. Logel**  
General Manager

May 31, 2005

Mr. David L. Sokol  
Chairman & CEO  
MidAmerican Energy Holdings Co.  
Suite 400  
302 S. 36<sup>th</sup> St.  
Omaha, NE 68131-3845

Dear David:

Congratulations on your announced intent to acquire PacifiCorp. I am certain the customers, employees, and other utilities that come in contact with PacifiCorp will be well served by the new ownership.

I have no doubt that MidAmerican will apply the same attitude of cooperation and support for municipal utilities and other potential partners in serving the utility needs of customers in the PacifiCorp areas.

Please let me know if we can be of service to you in any small way as we go forward.

Sincerely,

A handwritten signature in cursive script that reads "Jay D. Logel". The signature is written in black ink and is positioned below the typed name "Jay D. Logel".

cc: Todd Raba, MEC

# **ECONOMIC DEVELOPMENT LETTERS**

July 12, 2005

Mr. Todd Raba  
President  
MidAmerican Energy Company  
666 Grand Ave., P.O. Box 657  
Des Moines, IA 50303-0657

Dear Todd:

Congratulations on the recent announcement that MidAmerican Energy Holdings Company intends to acquire PacifiCorp from Scottish Power. MidAmerican Energy Company has been an outstanding partner with the State of Iowa on economic development for decades, and I wish you the best of luck in completing this transaction. Given your strong focus on improving the economic conditions in your service territory, I'm sure you will bring an added level of economic development expertise to the six states in which PacifiCorp operates.

I look forward to continuing the strong relationship between MidAmerican Energy Company and the Iowa Department of Economic Development. Please let me know if there is anything I can do to assist your ongoing economic development efforts. Again, good luck completing the transaction involving PacifiCorp.

Sincerely,



Mary Lawyer  
Acting Director

MKL/klm

**IOWA DEPARTMENT OF ECONOMIC DEVELOPMENT**



July 11, 2005

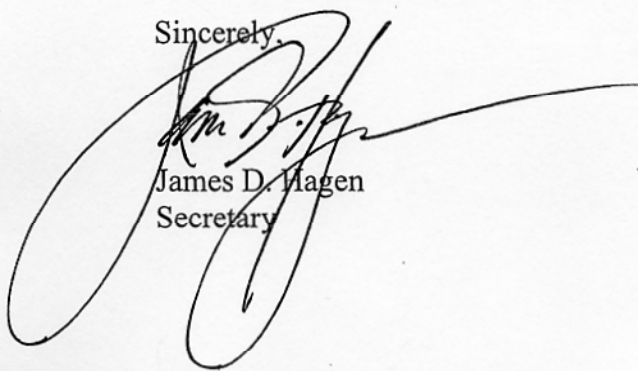
Mr. Todd Raba, President  
MidAmerican Energy Company  
666 Grand Avenue, P.O. Box 657  
Des Moines, Iowa 50303-0657

Dear Todd:

Congratulations on the recent announcement that MidAmerican Energy Holdings Company will be acquiring PacificCorp. MidAmerican Energy Company has been an outstanding partner with the State of South Dakota on numerous development projects. I wish you the best of luck in completing this transaction. Given your strong focus on improving the economic vitality in the footprint of your service area, I know that you will be a strong partner for development in the six states in which PacificCorp operates.

MidAmerican Energy has provided leadership not only to the utility industry but also to the ongoing development of a vibrant business environment in southeastern South Dakota. Again, good luck completing the PacificCorp transaction, and I look forward to many more years of a successful partnership.

Sincerely,



James D. Hagen  
Secretary

Office of Tourism  
Governor's Office of Economic  
Development  
Tribal Government Relations

711 E. Wells Ave. / Pierre, SD 57501-3369  
Phone: 605-773-3301 / Fax: 605-773-3256  
travelsd.com / sdgreatprofits.com /  
sdtribalrelations.com

South Dakota Arts Council

800 Governors Dr. / Pierre, SD 57501-2294  
Phone: 605-773-3131 or 1-800-423-6665 in S.D.  
Fax: 605-773-6962  
sdac@state.sd.us / sdarts.org

South Dakota State  
Historical Society

900 Governors Dr. / Pierre, SD 57501-2217  
Phone: 605-773-3458 / Fax: 605-773-6041  
sdhistory.org

South Dakota Housing  
Development Authority

PO Box 1237 / Pierre, SD 57501-1237  
Phone: 605-773-3181 / Fax: 605-773-5154  
sdhda.org





June 29, 2005

*Mayor*  
**Donald P. Welvaert**

619 - 16 Street  
Moline, Illinois 61265

Phone: (309) 797-0434  
Fax: (309) 797-0479

Todd Raba, President  
MidAmerican Energy Company  
666 Grand Avenue  
Des Moines, IA 50303

Dear Mr. Raba:

I would like to write in encouragement of the announced purchase of PacifiCorp by MidAmerican Energy Holding Company. MidAmerican has been a strong partner in the redevelopment of Moline's core. I believe the communities of PacifiCorp will benefit from having MidAmerican's management commitment to community success.

MidAmerican Energy has been a steadfast supporter of our public/private partnership. Renew Moline, since its inception over 15 years ago. This partnership has completely transformed our old core industrial area into a modern tourism destination point and a premier and office employment center in the broader two state region of western Illinois and eastern Iowa. Nearly \$300 million has been invested in new buildings and public facilities in that time. It would not have happened without Renew Moline and Renew Moline would not have happened without your continued financial support as well as the ongoing participation of your economic development staff.

I've learned how important it is for MidAmerican's economic development programs to be built on strong community partnerships. I do not know what the PacifiCorp economic development program is like, but if it ends up like MidAmerican's then those communities will have a "winner" for a utility.

Good luck in your acquisition.

Sincerely,

CITY OF MOLINE, ILLINOIS

A handwritten signature in black ink that reads "Don Welvaert". The signature is written in a cursive style and is positioned above a horizontal line.

Donald P. Welvaert  
Mayor





*The Voice of Iowa Business Since 1903.*

June 13, 2005

Mr. Todd Raba, President  
MidAmerican Energy Company  
666 Grand Avenue  
PO Box 657  
Des Moines, IA 50303-0657

Dear Mr. Raba:

I was pleased to read about MidAmerican Energy Holding Company's recently announced acquisition of PacifiCorp. Based on our Association's experience with MidAmerican Energy Company, I'm sure PacifiCorp's businesses will be pleased with the strong partnership its new owners will be able to provide to them.

For many years, MidAmerican has been a vital and important business in Iowa. Your company has shown a strong and continuing commitment to improving the state's business environment. MidAmerican's commitment is further demonstrated by your ability to deliver electric rate stability to our members. That is a critical economic development tool for Iowa.

The three major generation-construction projects MidAmerican has initiated in the past two years have also added jobs in the state. When completed, they will help assure that Iowa businesses have adequate and reliable energy sources which will allow them to grow into the future.

MidAmerican Energy has provided leadership not only to the Association of Business and Industry, but also to the ongoing development of a vibrant business environment in Iowa. I look forward to many more years of a successful partnership between our two organizations.

Sincerely,

James D. Aipperspach  
President

**ASSOCIATION OF BUSINESS AND INDUSTRY**

904 Walnut Street • Suite 100 • Des Moines, Iowa 50309-3503  
515-280-8000 • 800-383-4224 • Fax 244-8907 • Email [abi@iowaabi.org](mailto:abi@iowaabi.org) • [www.iowaabi.org](http://www.iowaabi.org)

June 14, 2005

Todd Raba, President  
MidAmerican Energy Company  
666 Grand Avenue  
P.O. Box 657  
Des Moines, IA 50303-0657



Dear Mr. Raba:

Congratulations on MidAmerican Energy Holdings Company's recently announced acquisition of PacifiCorp! I am confident the communities and businesses served by PacifiCorp will see the same commitment to partnership that we experience with MidAmerican Energy Company here in the Des Moines area.

For many years, MidAmerican has supported the efforts of the Greater Des Moines Partnership. Besides participating in and supporting traditional chamber of commerce activities, your employees are always there when we need them – as leaders in our Choose Des Moines Communities and our Downtown Community Alliance. Together, we have successfully attracted new businesses and expanded many of our existing businesses in the Des Moines area. None of this could have been accomplished without MidAmerican Energy Company.

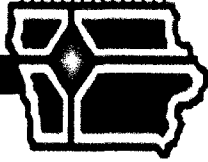
I look forward to many more years of a successful partnership between our two organizations.

Sincerely,

Martha A. Willits  
President & CEO

Mid Iowa Growth

Partnership



**UNITING OUR AREA IN ECONOMIC  
DEVELOPMENT**

**Calhoun \* Hamilton \* Hardin  
Humboldt \* Kossuth \* Palo Alto  
Pocahontas \* Webster \* Wright**

July 7, 2005

Mr. Todd Raba, President  
MidAmerican Energy Company  
666 Grand Avenue  
Des Moines, IA 50303

Dear Mr. Raba:

I read with interest of your announcement to PacifiCorp by MidAmerican Energy Holding Company. I want to take this time to write my thoughts about MidAmerican Energy Company as I see it for economic development in rural areas. I'm doing this in hopes that you can use these comments in some way to benefit your acquisition.

Our organization covers a nine county area in north central Iowa. Fostering economic development in such an area today is challenging to say the least. Over the years, though, MidAmerican Energy has been an outstanding partner in helping guide us. Your economic development team comes to our aid whenever called because we know that we can count on their professionalism in whatever our undertaking. Here are just a couple examples. Your staff helped finance and facilitate a county-wide economic development strategy then, brought it to the local community for implementation. When the Iowa Department of Economic Development announced a regional marketing initiative, MidAmerican was among the first businesses to step forward and commit to sharing the required local matching fund. Furthermore, your team committed to help guide us in the development of this new and exciting initiative.

In short, we just know that we can count on MidAmerican Energy to be a full partner with us. We know that your staff works in a broad range of communities and for them to take the time to work with us in small-town rural Iowa is truly appreciated. I believe the rural areas in the PacifiCorp area will have that same appreciation when they see what you will bring to them.

Keep up the good partnerships and good luck with your purchase.

Sincerely,

Dennis Bowman

President, Mid Iowa Growth Partnership

# Yankton Area Progressive Growth, Inc.

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P.O. Box 588 • Yankton, South Dakota 57078 • (605) 665-9011 • Fax: 605-665-7501

July 12, 2005

Mr. Todd Raba, President  
MidAmerican Energy Company  
666 Grand Avenue, P O Box 657  
Des Moines, IA., 50303-0657

Dear Todd:

I was very pleased to hear your recent announcement about the proposed acquisition of PacificCorp. I would like to extend my support and encouragement to you as you wind your way through the approval process.

When I served as a Yankton City Commissioner I knew that the community enjoyed an excellent relationship with MidAmerican Energy. It is my opinion that the cities in the PacificCorp service area can expect a similar experience. Your employees have always been active participants in community activities and volunteer organizations.

MidAmerican Energy has been the best of partners. Your company has gone beyond the basics of supplying energy. Whether advising local firms and home owners on how to save energy, checking out gas leaks or suspected carbon monoxide problems with tremendous response time, or planning and constructing facilities that ensure quality service and room for growth and development – your folks have proven that MidAmerican is willing to go the extra mile.

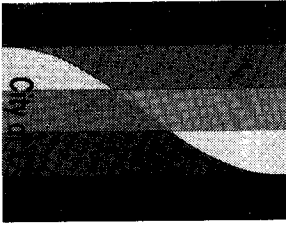
As a professional economic developer I can attest that MidAmerican supports the communities that it serves with an economic development team that rivals that of many state economic development offices. MidAmerican's economic development group partners with our community in truly meaningful ways. I am sure that the communities in PacificCorp's service area will be equally pleased when they become your partners.

Yankton's economic development corporation (Yankton Area Progressive Growth) and I look forward to many years of partnership with MidAmerican in making Yankton a great place to live and prosper.

Sincerely,



Kurt E. Hauser  
President



MAYOR, THOMAS P. HANAFAN

June 13, 2005

Mr. Todd Raba, President  
MidAmerican Energy  
666 Grand Avenue  
Des Moines, IA 50303-0657

Dear Todd:

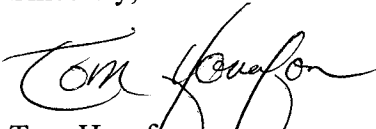
I would like to extend my support on your company's recent announced acquisition of PacifiCorp. This must be a very exciting time for your company and at the same time full of many challenges.

Over the years, the City of Council Bluffs has had many positive experiences with MidAmerican Energy and I believe that PacifiCorp communities will quickly realize the commitment and partnership that MidAmerican Energy extends to the communities it serves. Your employees have always been counted on to be active participants in this community and we look forward to that continued support.

The City of Council Bluffs is especially appreciative of the recent investment MidAmerican Energy has chosen to make in Council Bluffs by building the new generation facility. In addition to the economic development-related benefits of the current construction project, the City is proud to be involved in your company's efforts to assure Iowa's energy future.

I would like to congratulate your company on a job well done and would like to again extend my support for your PacifiCorp acquisition.

Sincerely,



Tom Hanafan  
Mayor - City of Council Bluffs





# CITY OF WATERLOO, IOWA

CITY HALL • 715 MULBERRY ST. • WATERLOO, IA 50703 • (319) 291-4301 FAX (319) 291-4286

Mayor  
TIMOTHY J.  
HURLEY

June 13, 2005

COUNCIL  
MEMBERS  
.....

REGINALD A.  
SCHMITT  
Ward 1

CAROLYN  
COLE  
Ward 2

BLCK  
CLARK  
Ward 3

JOHN A.  
KINCAID  
Ward 4

RON  
WELPER  
Ward 5

BOB  
GREENWOOD  
At-Large

ERIC  
GUNDERSON  
At-Large

Mr. Dan Arens  
MidAmerican Energy  
260 Fairview Avenue  
P.O. Box 600  
Waterloo, Iowa 50704

Dear Dan:

Our community has benefited greatly from the services provided by MidAmerican Energy and I want to add my support to their acquisition of PacifiCorp.

MidAmerican Energy Company is a complete energy partner, going beyond the fundamentals of supplying natural gas and electricity. They are committed to providing outstanding service and to acting as an advocate for their customers in the ever-changing market place. The acquisition of PacifiCorp will provide a greater emphasis on customer satisfaction and efficiency.

MidAmerican Energy has been a been an outstanding corporate citizen that has partnered with the City in Waterloo in the following areas: joining in economic development facilities, planning and cooperation; providing energy audits were thousands of dollars in power costs have been saved by our municipality; and working with the City of Waterloo in the replacement of incandescent traffic lights with light emitting diodes (LED) by providing rebates to the city for each LED installed.

The City of Waterloo looks forward to our continued relationship with MidAmerican Energy and the additional opportunities the PacifiCorp acquisition will provide for the City of Waterloo and for MidAmerican customers.

Sincerely,

Tim Hurley, Mayor  
City of Waterloo, Iowa



## City of Davenport

Charles W. Brooke, Mayor  
cwb@ci.davenport.ia.us

June 29, 2005

Mr. Todd Raba, President  
MidAmerican Energy Company  
666 Grand Avenue  
Des Moines, IA

Dear Mr. Raba:

**Congratulations on the planned purchase of PacifiCorp by MidAmerican Energy Holding Company. If you operate the PacifiCorp utility as you do MidAmerican Energy, the customers and communities there will immensely benefit.**

Over the years MidAmerican Energy and its predecessor company has been a strong partner with the City of Davenport in its growth. From downtown to the fringe area, MidAmerican is consistently at the table. For example, in the downtown, without leadership from your management team, a \$45m three block office and convention complex would not have occurred. On the edge of town, MidAmerican stepped up to join the City and Scott County in funding the purchase of land that is now a fully developed 220 acre industrial park. Your economic development staff continues playing a vital role in its marketing.

When we are considering an economic development imitative, we can count on MidAmerican to be one of our stronger partners. If you bring that philosophy to the communities and counties in the utility you are purchasing, then they will be much better for it and you will greatly prosper.

Good luck in your endeavor.

Sincerely,

Charles W. Brooke, Mayor

226 West Fourth Street • Davenport, Iowa 52801  
Telephone: 563-326-7701 Fax: 563-328-6726 TDD: 563-326-6145  
[www.cityofdavenportiowa.com](http://www.cityofdavenportiowa.com)

"...where the Mississippi River Celebrates!"