



June 16, 2006

***VIA ELECTRONIC FILING
AND OVERNIGHT DELIVERY***

Ms. Carole J. Washburn
Executive Secretary
Washington Utilities and Transportation Commission
1300 S. Evergreen Park Drive SW
Olympia, WA 98504-7250

RE: **Docket No. UE-051090
Commitment 16 - Report on Preliminary Accounting of Transaction Costs**

Dear Ms. Washburn,

The Washington Utilities and Transportation Commission approved the stipulation supporting MidAmerican Energy Holdings Company's acquisition of PacifiCorp from Scottish Power, in Order No. 08 issued on March 10, 2006. The enclosed Transaction Costs Preliminary Accounting Report is provided in accordance with Commitment 16 of Appendix A in the above referenced proceeding.

The Commission approved the acquisition of PacifiCorp by MidAmerican Energy Holdings Company (MEHC), subject to a Consolidated List of Commitments specified in a stipulation supported by all parties to the proceeding. Included in this Consolidated List is MEHC's and PacifiCorp's commitment regarding the filing of the enclosed report. Specifically, Commitment 16 provides that:

16) MEHC and PacifiCorp will exclude all costs of the transaction from PacifiCorp's utility accounts. Within 90 days following completion of the transaction, MEHC will provide a preliminary accounting of these costs. Further, MEHC will provide the Commission with a final accounting of these costs within 30 days of the accounting close.

By copy of this letter, other parties to the proceeding are being provided notice of this filing.

It is respectfully requested that all formal correspondence and Staff requests regarding this filing be addressed to the following:

By E-mail (preferred): datarequest@pacificorp.com

By regular mail: Data Request Response Center
PacifiCorp
825 NE Multnomah, Suite 300
Portland, OR 97232

Informal inquiries may be directed to Melissa Seymour, Regulatory Manager at (503) 813-6711.

Sincerely,

A handwritten signature in black ink that reads "Andrea Kelly / MAS". The signature is written in a cursive, flowing style.

Andrea L. Kelly
Vice President, Regulation

Enclosures

cc: Parties (w/o enc.)

Preliminary Summary of Transaction Related Costs - PacifiCorp Acquisition
(in thousands)

<u>Description</u>	<u>Accounting</u>	<u>Cumulative through 4/30/2006</u>
MidAmerican Energy Holdings Company	Note (1)	
Investment banking fees	MidAmerican Energy Holdings Company	\$ 5,102.9
Legal fees	MidAmerican Energy Holdings Company	4,158.8
Employee labor (loaded)	MidAmerican Energy Holdings Company	5,596.2
Employee travel expenses	MidAmerican Energy Holdings Company	2,961.4
Management consulting	MidAmerican Energy Holdings Company	378.0
Filing fees	MidAmerican Energy Holdings Company	280.0
Communications	MidAmerican Energy Holdings Company	79.1
OATT Application Processing Fee	MidAmerican Energy Holdings Company	42.0
Electronic Data room	MidAmerican Energy Holdings Company	28.0
Consulting	MidAmerican Energy Holdings Company	25.3
Other costs	MidAmerican Energy Holdings Company	528.2
Total MidAmerican Energy Holdings Company Expenditures		<u>\$ 19,180.0</u>
PacifiCorp		
Legal fees	PacifiCorp Below-the-Line Expense	\$ 1,310.3
Employee travel expenses	PacifiCorp Below-the-Line Expense	189.5
Filing fees	PacifiCorp Below-the-Line Expense	39.7
Other legal fees and costs	PacifiCorp Below-the-Line Expense	33.8
Political & Related	PacifiCorp Below-the-Line Expense	58.3
Total PacifiCorp Expenditures		<u>\$ 1,631.6</u>
Total Expenditures		<u><u>\$ 20,811.5</u></u>

Note (1) MidAmerican Energy Holdings Company expenditures will not be billed or allocated to PacifiCorp.

CERTIFICATE OF SERVICE

I hereby certify that on this 16th day of June, 2006, I caused to be served, via U.S mail, a true and correct copy of PacifiCorp's Compliance Filing (Commitment WA16) in Docket No. UE-0501090 Mid-American Energy Acquisition Commitments.

<p>Andrea L. Kelly Vice President, Regulation PACIFICORP 825 NE Multnomah, Suite 2000 Portland, OR 97232 E-Mail: andrea.kelly@pacificorp.com</p>	<p>James M. Van Nostrand James F. Fell Stoel Rives LLP 900 SW Fifth Ave., Suite 2600 Portland, OR 97204 E-Mail: jmvannostrand@stoel.com jffell@stoel.com</p>
<p>Douglas L. Anderson Senior Vice President & General Counsel MidAmerican Energy Holdings Company 302 S. 36th Street, Suite 400 Omaha, NE 68131 E-Mail: danderson@midamerican.com</p>	<p>Mark C. Moench Senior Vice President – Law MidAmerican Energy Holdings Company 201 S. Main, Suite 2300 Salt Lake City, UT 84111 E-Mail: mcmoench@midamerican.com</p>
<p>Ken Canon Executive Director Industrial customers of NW Utilities 333 S.W. Taylor Ste 400 Portland, OR 97204 E-Mail: icnu@worldaccassnet.com</p>	<p>Charles M. Eberdt Manager The Energy Project 1701 Ellis Street Bellingham, WA 98225 E-Mail: chuck_eberdt@opportunitycouncil</p>
<p>Adam S. Arms John Bishop McKanna, Bishop, Joffe & Sullivan LLP 1635 NW Johnson Street Portland, OR 97209</p>	<p>Melinda Davison Matthew Perkins Attorneys Davison Van Cleve 333 S.W. Taylor Ste 400 Portland, OR 97204 E-Mail: mail@dvclaw.com</p>
<p>Robert D. Cedarbaum Assistant Attorney General WUTC Attorney General Office 1300 S. Evergreen Park Drive SW Mail Stop: 40128 Olympia, WA 98504-7250 E-Mail: bcedarba@wutc.wa.gov</p>	<p>Simon ffitich AAG Office of the Attorney General Public Counsel 900 4th Avenue Ste 2000 Seattle, WA 98164 E-Mail: simonf@atg.wa.gov</p>

Victor E. Robert
9 S 55th Avenue
Yakima, WA 98908

A handwritten signature in black ink, appearing to read "Debbie DePetris". The signature is fluid and cursive, with a horizontal line drawn underneath the name.

Debbie DePetris
Regulatory Analyst