

This would remove the \$200,000,000 cap on the Company's borrowing from subsidiaries, but keep the cap on subsidiaries' borrowing from PacifiCorp. All other terms and conditions under Docket No. 88-2035-03 would remain the same. The Commission approved the amendments by order issued on November 19, 1997, in Docket No. 88-2035-03.

On March 15, 2006, the Company filed with this Commission a request to approve further amendment to the Agreement; authorizing the Company to enter into the Agreement with its current and future consolidated subsidiaries, including without limitation Pacific Minerals, Inc. (collectively, Subsidiaries), on the same terms and conditions described in the Company's original application (as amended) and the Commission's 1988 order (as amended in 1997) in Docket. No. 88-2035-03. Pacific Minerals, Inc. is currently the only Subsidiary that is party to the Agreement with the Company. All other terms and conditions under Docket No. 88-2035-03 would remain the same.

On March 20, 2006, the Division of Public Utilities filed its memorandum, describing its analysis of the Company's March 15, 2006, request and recommending that the Commission approve the request. No other responses to the March 15, 2006, request have been filed with the Commission.

Having fully considered the application and all of the exhibits, documents and matters pertaining thereto, the Commission makes the following Findings of Fact and Conclusions of Law, together with the Order based thereon:

FINDINGS OF FACT AND CONCLUSIONS OF LAW

1. This Commission has jurisdiction over this application pursuant to the provisions of Section 54-4-31(1), *Utah Code Annotated*, 1953, as amended 1997.
2. The proposed issuance of securities will be for a lawful purpose and the proposed transactions appear to be consistent with the public interest and appropriate for and consistent with performance by the Company of service as a public utility.
3. The Company proposes to enter into the Agreement with its Subsidiaries as contemplated in the Company's original application (as amended in 1997 and, now, in 2006).
4. The Company represents that the proposed issuance of securities, as amended, will be substantially as set forth in its original application.

ORDER

NOW, THEREFORE, IT IS HEREBY ORDERED AS FOLLOWS:

1. The request of the Company requesting approval of the proposed amendment and authority to enter into an Amended Agreement with the Subsidiaries as described in the March 15, 2006, request is hereby approved.
2. Except as modified by this Order, the orders previously issued by the Commission in Docket No. 88-2035-03 on September 29, 1988, and as amended on November 19, 1997, shall remain in full force and effect.
3. Nothing in this Order shall be construed to affect the Company's exemption from the provisions of Subsection 54-4-31(1), *Utah Code Annotated* 1953, as amended 1997,

previously granted in Docket No. 00-035-16, until such time as the sale of all of the Company's issued and outstanding common stock to MidAmerican Energy Holdings Company (or a subsidiary thereof), as contemplated in Docket No. 05-035-54, has been completed.

4. Nothing in this Order shall be construed to obligate the State of Utah to pay or guarantee in any manner whatsoever, any securities authorized, issued, assumed or guaranteed hereunder.

5. The issuance of an Order authorizing the proposed transactions does not constitute determination or approval of the type of financing or the related costs for ratemaking purposes, which determination the Commission expressly reserves for the appropriate proceeding.

AGENCY REVIEW AND JUDICIAL APPEAL

This Report and Order constitutes final agency action in this docket. Pursuant to Utah Code Ann. §§ 63-46b-12 and 54-7-15, agency review or rehearing of this order may be obtained by filing a request for review or rehearing with the Commission within 30 days after the issuance of the order. Responses to a request for agency review or rehearing must be filed within 15 days of the filing of the request for review or rehearing. If the Commission fails to grant a request for review or rehearing within 20 days after the filing of a request for review or rehearing, it is deemed denied. Judicial review of the Commission's final agency action may be obtained by filing a Petition for Review with the Utah Supreme Court within 30 days after final agency action. Any Petition for Review must comply with the requirements of Utah Code Ann. §§ 63-46b-14, 63-46b-16 and the Utah Rules of Appellate Procedure.

DOCKET NO. 88-2035-03 & 06-035-28

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DATED at Salt Lake City, Utah, this 23rd day of March 2006.

/s/ Ric Campbell, Chairman

/s/ Ted. Boyer, Commissioner

/s/ Ron Allen, Commissioner

Attest:

/s/ Julie Orchard

Commission Secretary

G#48256 Docket No. 88-2035-03

G#48245 Docket No. 06-035-28