CASE NO. GR-2009-0434 THE EMPIRE DISTRICT GAS COMPANY

SURREBUTTAL TESTIMONY

OF

RICHARD HAUBENSAK

ON BEHALF OF CONSTELLATION NEWENERGY-GAS DIVISION, LLC SCHEDULE RJH 3

MidAmerican Energy Company Iowa Tariffs Regarding Operational Flow Orders (OFOs)

Schedule RJH 3.2 - MidAmerican Tariff Sheet WT-31

Schedule RJH 3.3 – MidAmerican Tariff Sheet WT-32

MIDAMERICAN ENERGY COMPANY Gas Tariff No. 1 Filed with the lowa Utilities Board

Fifth Revised Sheet No. WT-31 Cancels Fourth Revised Sheet No. WT-31

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RATE DESIGNATION: General Terms and Conditions CLASS OF SERVICE: Gas Transportation Tariffs

- (f) Firm Supply Standby Service: Customer or its agent, shall notify the Company's representative at least by 4:00 p.m. CCT prior to the end of the gas day of its requested quantity of Firm Supply Standby service gas to be delivered by Company at the Delivery Point.
- (g) Late Nominations: The Company may, at its sole discretion, reduce the Nomination requirements outlined above in those situations where operationally the Company can accommodate a change in Nomination on less notice. Nominations shall be implemented only if they are confirmed by the Interstate pipeline. For each Late Nomination, the Company will charge a Rescheduling Service fee of \$50 per Delivery Point. The charge will be imposed for each nomination change received and confirmed by the Company. In connection with the Company's annual PGA reconciliation, revenue arising from this service will be shared. Three-fifths will go to Company's sales customers and the remaining two-fifths will go to the Company.
- (h) MidAmerican ONLINE Transportation (MOT) Bulletin Board: The MidAmerican ONLINE Transportation (MOT) bulletin board is a functional electronic bulletin board available on a 24-hour basis via the Internet. This system offers access to daily nominations, usage, balancing information, system notifications, weather, and other pertinent information. Customers electing the MOT bulletin board shall be required to submit nominations electronically. Customers who choose not to utilize the MOT bulletin board will not have access to this information without charge.
- (i) Operational Flow Order (OFO): The Company may call an OFO on customers behind a specific pipeline, delivery zone, town border station; on a marketer, agent, group of customers, or specific customer. This OFO will result in requiring customers that the OFO was called on to balance gas volumes under either the Short or Long Critical Day provisions. The OFO will remain in effect until the operational condition requiring its issuance has been remedied. The type of OFO call and process the Company will use is as follows:

Schedule RJH 3.2

Issued: November 11, 2002 Issued by: James J. Howard

Vice President

Effective: November 25, 2002



MIDAMERICAN ENERGY COMPANY Gas Tariff No. 1 Flied with the lowa Utilities Board

First Revised Sheet No. WT-32 Cancels Original Issue Sheet No. WT-32

RATE DESIGNATION: General Terms and Conditions CLASS OF SERVICE: Gas Transportation Tariffs

OFO call by pipeline, Delivery Zone, or Town Border Station (TBS). The Company will call a Short or Long Critical Day on a specific pipeline, delivery zone, or TBS for the following reasons:

 When the Company experiences failure of transmission, distribution, gas storage or gas manufacturing facilities.

 When transmission system pressures or other unusual conditions jeopardize the operation of the Company's system.

 When the Company's transportation, storage, and supply resources are being used at or near their maximum rated deliverability.

 When any of the Company's transporters or suppliers call the equivalent of a Critical Day.

 When the Company is unable to fulfill its firm contractual obligations or otherwise when necessary to maintain the overall operational integrity of all or a portion of the Company's system.

OFO call by a marketer, agent, group of customers, or specific customer. The Company will call a Short or Long Critical Day on a marketer, agent, group of customers or specific customer when in the Company's judgment, the OFO is necessary to maintain or restore operational integrity when a marketer, agent, group of customers, or specific customer is significantly delivering long or short during periods of significant gas price changes.

- 13. Provisions Applicable to Third Party Suppliers: If a Gas Transportation Customer wishes to utilize brokers, marketers, or other third party suppliers ("Third Party Suppliers") either as agents or as suppliers of gas into the Company's system, the Customer must notify the Company in writing of the Third Party Supplier that will be used in any particular gas month and whether the Third Party Supplier will be acting as agent for Customer for making nominations. If the Customer is using a Third Party Supplier, Customer agrees that as between Company and Customer, the Company shall be entitled to rely upon information concerning nominations and deliveries of natural gas on behalf of Customer provided by Third Party Supplier.
- 14. Fallure to Comply: If the Customer or assigned agent fails to comply with or perform any of the obligations on its part to be complied with or performed under a Schedule, the Company shall have the right to give Customer written notice of the Company's intention to terminate the Transportation on account of such failure, then the Company shall have the right to terminate such Transportation at the expiration of five days after the giving of said notice, unless within five days the Customer shall make good such failure. Termination of such Transportation for any such cause shall be a cumulative remedy as to the Company, and shall not release the Customer from its obligation to make payment of any amount or amounts due or to become due from the Customer to the Company under the applicable Schedule. In order to resume Transportation after termination of service hereunder, it shall be necessary for Customer to file a new request for service.

Schedule RJH 3.3

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Issued: September 30, 1997 issued by: Brent E. Gale

Vice President-Law and Regulatory Affaira

Effective: November 1, 1997