

September 2, 2009

VIA ELECTRONIC FILING AND OVERNIGHT DELIVERY

Julie P. Orchard Commission Secretary Public Service Commission of Utah Heber M. Wells Building 160 East 300 South Salt Lake City, Utah 84145

Re: Notice of Sole Source Contracts with United Healthcare Insurance

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a sole source contract with United Healthcare Insurance Company to provide healthcare benefits for 2009. The cost of this contract is estimated to be \$1,900,000.

United Healthcare is a current supplier of healthcare benefits for PacifiCorp employees. The contract with United Healthcare was renewed for 2009 without going to bid because PacifiCorp is participating with all other Berkshire Hathaway companies on a large vendor initiative that will include health and welfare services for employees. This initiative is currently underway and is anticipated to become effective on January 1, 2010.

This sole source procurement contract was authorized by Erich Wilson, Director, Human Resources, PacifiCorp.

If you have any questions, please feel free to contact Dave Taylor at 801-220-2923.

Sincerely,

Jeffrey K. Larsen Vice President, Regulation

cc: Division of Public Utilities

Committee of Consumer Services