

September 22, 2010

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 Contract with REPower Systems AG

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a sole source contract with REPower Systems AG to provide the initial inventory of wind turbine replacement parts at the Goodnoe Hills wind farm. The estimated cost of this contract is \$877,400.

An initial purchase of 290 different turbine parts is needed to support the Goodnoe Hills wind farm. REPower Systems is the only vendor able to provide the complete supply of the spare parts that are needed for the on-hand inventory. PacifiCorp Generation will conduct an analysis/ reverse engineering of the parts purchased from REPower Systems and will determine the original equipment manufacturer (OEM) for each part. The information acquired from this analysis will allow the Company to use a competitive procurement process for future purchases of the needed replacement parts.

This sole source procurement contract was authorized by Joe Moore, Vice President, PacifiCorp Generation.

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