

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 Wyoming Machinery

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a sole source contract with Wyoming Machinery which has exceeded \$500,000 for calendar year 2010. This contract is for original equipment manufacturer (OEM) Caterpillar parts at Bridger Coal Company. Year to date costs for this contract are \$4,005,606 as of July 31, 2010.

Wyoming Machinery provides OEM parts for all Caterpillar equipment at the surface and underground mine location of Bridger Coal Company. No other vendor is available to provide the needed OEM parts.

This sole source procurement contract was authorized by Cindy Crane, Vice President, Interwest Mining and Fuels.

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