

March 30, 2011

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 Oracle Software

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a sole source contract with Oracle Software which exceeds \$500,000. The contract for licenses and support of the Mobile Workforce Management System has a first year cost of \$1,650,000 with an annual cost of \$350,000 thereafter.

The Oracle software application Mobile Workforce Management is deployed at PacifiCorp as a central metering workforce order fulfillment management system. An earlier version of this software was implemented at PacifiCorp in 2003 through an extensive competitive bid process. That software and Click, another workforce management system, were acquired through that same competitive bid process both operate on obsolete hardware and software systems which are no longer supported by their vendors. This contract, which will upgrade the current Oracle software and completely replace Click, can only be provided by Oracle.

The sole source procurement contract was authorized on May 10, 2010, by Nancy Kent, Managing Director IT Applications and Security.

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 Office of Consumer Services