

January 12, 2012

VIA ELECTRONIC FILING AND HAND 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 Pierce Oil Company

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a three month non bid extension of a contract with Pierce Oil Company for \$1,526,861.

Pierce Oil provides bulk fuel to the Utah plants, the Price Service Center and the UTB Building under a competitive bid contract awarded in May 2009. This agreement extends the existing master agreement through August 2011 while a new competitive bid is completed.

This sole source procurement contract was authorized on May 11, 2011, by Karen Amabile, Director, Sourcing and Procurement.

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