

June 29, 2012

VIA ELECTRONIC FILING AND HAND DELIVERY

Gary Widerburg 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 Elkhorn Construction

Commissioners:

In accordance with PacifiCorp's procurement policy, we hereby notify you that the Company has entered into a sole source contract renewal with Elkhorn Construction, which exceeds \$500,000. The contract renewal is for six months through July 31, 2012 at a cost of \$750,000.

PacifiCorp in a 2009 competitive bid tender for all thermal plants selected Elkhorn Construction as the insulation, abatement and scaffolding preferred service provider for Jim Bridger plant. The Elkhorn contract allows for up to two contract renewals in the period of performance article, this is the first renewal.

This sole source procurement contract was authorized on December 19, 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 & Government Affairs

cc: Division of Public Utilities
Office of Consumer Services