

June 29, 2012

VIA ELECTRONIC FILING AND OVERNIGHT 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 Esco Corporation

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a sole source purchase agreement with Esco Corporation. The estimated value of the equipment is \$694,189.

Bridger Coal Company needs to replace the bucket of its 8200 Marion dragline, placed into service in 1994, with a new 77 cubic yard capacity Esco Profill model bucket. This is the same model of bucket that was purchased for replacement on another dragline in 2009 and will be able to utilize the same rigging components and provide operational and maintenance consistency.

This sole source procurement contract was authorized on May 10, 2012 by Cindy Crane, Vice President of Interwest Mining Company.

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