

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 Kenny Construction

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a sole source contract extension for the master agreement with Kenny Construction. The estimated value of the contract is \$4,601,216 over the next sixteen months.

Kenny Construction was selected through a competitive bid process in April 2009 for the engineering, procurement and construction of transmission foundations. The original contract was due to expire March 31, 2012. The intent is to re-bid the EPC foundation contract in conjunction with the Oquirrh to Terminal project planned in January 2013. The Company plans to enter into a new competitively bid contract by July 2013 consistent with the expiration of this contract extension.

This sole source procurement contract was authorized on February 27, 2012 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