

September 19, 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 American Red Cross

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a sole source contract with American Red Cross. The estimated value of the contract is estimated to be \$600,000 for a five year period.

For many years PacifiCorp has participated with the American Red Cross in assisting in the funding of the Lend A Hand program in Utah. The previous contract, which has been in effect since 2005, is being replaced with a new contract that reflects a revised contribution formula where the Company matches each dollar contributed from customers with two dollars, up to an annual limit of \$120,000. These funds are for low income bill paying assistance.

It is PacifiCorp's policy that our staff not discuss personal information, including personal income, with our customers. The Company works with agencies, such as the American Red Cross, whose mission is to work with people having limited incomes, to certify households as "income eligible" and to disperse the assistance funds.

This sole source procurement contract was authorized on August 31, 2012 by Pat Reiten, President Pacific Power.

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