

March 29, 2013

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 Extension with Trees Inc.

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a sole source extension of a contract with Trees Inc. which exceeds \$500,000. The contract has a projected 2013 annual cost of \$50,000,000.

Trees Inc. provides PacifiCorp with vegetation management services. The existing contract was initially selected through competitive bid in 2009. The contract includes two one year extension options, one of which is being exercised. The contracts will be competitively bid again in 2013 for a new contract to be effective January 1, 2014.

The sole source contract extensions were authorized on January 16, 2013, by Geoff Matthews, Vice President, 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

Jeffry K. Larsen / Ca