

January 10, 2014

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 Dinosaur Tire Service

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a sole contract with Dinosaur Tire Service. The estimated value of the contract is estimated to be \$1,750,000.

Energy West Mining Company, a subsidiary of PacifiCorp, entered into a contract with Dinosaur Tire Company to provide tire services at its mining operations. Included in the contract are new tires, tire inserts and fills, rims, and tire repairs. Dinosaur Tire has the current contract for Energy West tire service and has been heavily involved in providing and implementing the use of rubber inserts replacing the foam filling previously used on the heavier equipment. This change and other tire service solutions have dramatically improved tire performance, decreased tire costs, and reduced equipment downtime. Dinosaur Tire is familiar with the Company's equipment load requirements and capabilities. It's commitment to improve equipment availability and reduce overall costs along with the Company's favorable experience more than make up any price difference from other potential suppliers.

This sole source procurement contract was authorized on October 25, 2013 by Cindy Crane, Vice President Mining and Fuels.

If you have any questions, please feel free to contact Dave Taylor at 801-220-2923.

Sincerely, - Lane / 7-B/)

Jeffrey K. Larsen Vice President, Regulation & Government Affairs

cc: Division of Public Utilities Office of Consumer Services