

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 GE Fairchild International

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a sole contract with GE Fairchild International. The estimated value of the contract is estimated to be \$920,446.

PacifiCorp Minerals, Inc. entered into a contract with GE Fairchild for the purchase of two Model 35C-WH-AC single tram section scoops for use at the Bridger Coal Company. The section scoops provided by Fairchild International provide the capability of the units to be equipped with a rock-duster bucket. Other vendors were unable to meet this requirement and were therefore omitted from the bidding process. The units provided by Fairchild are identical to the units currently being utilized in the Bridger Coal Company underground mine. They perform well under the conditions at the mine and using common equipment facilitates and reduces the cost of maintenance.

This sole source procurement contract was authorized on October 21, 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.

K-Lan/PBD

Sincerely,

Jeffrey K. Larsen

Vice President, Regulation & Government Affairs

cc: Division of Public Utilities
Office of Consumer Services