

January 23, 2014

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VIA ELECTRONIC FILING AND OVERNIGHT DELIVERY

Gary Widerburg Commission Secretary Public Service Commission of Utah Heber M. Wells Building, 4th Floor 160 East 300 South Salt Lake City, Utah 84111

Re: PacifiCorp Notice of Affiliate Transaction

Docket No. 05-035-54

Dear Mr. Widerburg:

Pursuant to Commitment U3(2), incorporated in the Public Service Commission of Utah's *Report and Order* approving the *Acquisition of PacifiCorp by MidAmerican Energy Holdings Company* (MEHC), issued January 27, 2006, as amended March 14, 2006, and June 5, 2006, Rocky Mountain Power d.b.a. PacifiCorp hereby provides notice of an affiliate interest transaction with Cottonwood Creek Consolidated Irrigation Company (CCCIC) for an Easement Grant (Easement). The Easement is included as Attachment A. CCCIC is a non-profit company that holds water rights in the Cottonwood Creek drainage, located in Utah.

PacifiCorp is a wholly-owned indirect subsidiary of MEHC. MEHC is a subsidiary of Berkshire Hathaway, Inc. (Berkshire Hathaway). As of March 31, 2010, Warren E. Buffet (an individual who may be deemed to control Berkshire Hathaway), Berkshire Hathaway, various subsidiaries of Berkshire Hathaway and various employee benefit plans of Berkshire Hathaway subsidiaries together held an interest of approximately 26 percent of CCCIC. Therefore, Berkshire Hathaway's ownership interest in CCCIC may create an affiliated interest in some PacifiCorp jurisdictions.

CCCIC requested the Easement to allow it to install an 8-inch culinary water line over land associated with the Hunter generation facility in Emery County, Utah. The water line will run parallel and south of an existing stock water line owned by CCCIC. The perpetual easement area is 1.05, acres and the temporary construction easement area is 1.76 acres. There will be no aboveground facilities or accesses associated with the proposed waterline.

The CCCIC Board of Directors and all CCCIC shareholders have previously agreed that landowners that are CCCIC shareholders granting easements to CCCIC for the project would charge no fees. Therefore, as a shareholder, PacifiCorp has agreed not to charge CCCIC for the Easement. The market value of the perpetual easement, as developed through an internal valuation, is \$1,050. The market value of the temporary construction easement, as developed through an internal valuation, is \$352.

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The Easement is in the public interest because it is part of a project to provide a more reliable and long-term source of water for the Hunter Plant and reduce operation and maintenance costs.

Please do not hesitate to contact me if you have any questions.

Sincerely,

Mark C. Moench

Senior Vice President and General Counsel

PacifiCorp

Enclosures

cc: Chris Parker, DPU

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Michele Beck, OCS