

August 25, 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 Cascade Energy**

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a source amendment to a contract with Cascade Energy which exceeds \$500,000. The contract has a projected cost of \$2,400,000.

In 2011 Cascade Energy was awarded a trade ally contract, through a competitive request for proposal, to run the industrial measures portion of the FinAnswer Express program in Utah, California, Idaho, Washington, and Wyoming. PacifiCorp is in the process of consolidating and rebranding all commercial and industrial FinAnswer Express programs under the name "wattsmart business". Under the increased scope of the contract Cascade Energy will add: small/mid-market industrial and agricultural customer outreach and program delivery, design and delivery services for new/updated wattsmart business measures, and evaluation on regulatory support.

This sole source procurement contract was authorized February 17, 2014, by Kathryn Hymas, Vice President, Finance and DSM.

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