

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 Nexant, Inc.

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 Nexant, Inc. which exceeds \$500,000. The contract has a projected cost of \$2,500,000.

In 2011 Nexant was awarded a trade ally contract, through a competitive request for proposal, to run the commercial 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 commercial customer outreach and program delivery, management of inbound customer inquiry systems, and design work to implement planned wattsmart business program changes.

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