

October 20, 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 Siemens Energy

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a non-bid contract with Siemens Energy which exceeds \$500,000. The contract has an estimated cost of \$559,000.

Lake Side plant unit 2 was commissioned in May, 2014 and an inventory of spare parts is required for ongoing maintenance and operations of the three new units and auxiliary equipment. As one of the original equipment manufacturers, Siemens Energy is the only known provider/supplier that can provide the parts covered by this contract.

The sole source contract was authorized on September 9, 2014, by Dana Ralston, Vice President, Generation.

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