

May 8, 2015

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 Non-Competitive Procurement with GE-Prolec Transformers Inc.

Commissioners:

In accordance with PacifiCorp's Procurement Policy, the Company must report to the Commission purchases of goods or services exceeding \$500,000 that are not competitively bid. This letter hereby serves as notice that, on January 30, 2015, PacifiCorp entered into a non-competitively bid contract extension with GE-Prolec Transformers Inc. ("GE-Prolec"), which exceeds \$500,000. The contract extension has a projected cost of \$8 million.

Pursuant to PacifiCorp's Procurement Policy, a supplier may be awarded a contract on a non-competitive basis under certain circumstances, such as when competitive bidding is impossible or impractical, or when otherwise a non-competitive procurement has been demonstrated to be in the best interest of the Company. Accordingly, the contract amendment entered into by PacifiCorp with GE-Prolec was justified. GE-Prolec currently supplies distribution transformers and other equipment and services to PacifiCorp and this amendment extends the period of performance to December 31, 2015 in order to ensure a continuity of service for the Company.

If you have any questions, please feel free to contact Bob Lively at 801-220-4052.

Sincerely,

Jøffrey K. Larsen

Vice President, Regulation

cc: Division of Public Utilities

Office of Consumer Services