

May 14, 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 Pacific Air Switch Corp.

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 April 27, 2015, PacifiCorp entered into a non-competitively bid master materials supply contract with Pacific Air Switch Corp. ("PASCOR"), which exceeds \$500,000. The contract has a projected cost of \$2.4 million over its term.

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 entered into by PacifiCorp with PASCOR was justified. PacifiCorp determined that PASCOR is the single supplier at this time that can provide substation switches for the Company's equipment that meet PacifiCorp's technical standards and delivery milestones.

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

Sincerely,

Jeffrey K. Larsen
Vice President, Regulation

cc: Division of Public Utilities
Office of Consumer Services