

May 20, 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 East Mountain Energy, LLC

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 29, 2015, PacifiCorp entered into a non-competitively bid services contract with East Mountain Energy, LLC ("East Mountain Energy"), which exceeds \$500,000. The contract has a projected cost of \$4.75 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 entered into by PacifiCorp with East Mountain Energy was justified. PacifiCorp determined that East Mountain Energy was uniquely situated to provide unanticipated and time-sensitive services to maintain all safety, regulatory, environmental, and operational activities associated with the closure of its Deer Creek coal mine.

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