

August 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 Thatcher Company

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 June 22, 2015, PacifiCorp entered into a non-competitively bid amendment to extend a master materials supply contract with Thatcher Company, with the value of the extension exceeding \$500,000. The contract extension through November 30, 2015 has a projected cost of \$648,000.

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 extension entered into by PacifiCorp with Thatcher Company was justified. Thatcher Company currently provides commodity chemicals for PacifiCorp's thermal generation plants, and extending the contract for 5 months will facilitate a continuity of service while PacifiCorp continues the competitive bid process for a services provider.

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