

October 23, 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 84114

**Re: Notice of Non-Competitive Procurement with Utility System Efficiencies, 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 October 1, 2015, PacifiCorp entered into a non-competitively bid purchase order for scope of services performed by Utility System Efficiencies, Inc. ("USE"), which exceeds \$500,000. The purchase order with USE has a projected cost of \$623,300.

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 purchase order entered into by PacifiCorp with USE was justified. As part of PacifiCorp's ongoing effort to evaluate the feasibility and benefits of the Company joining a regional energy market, PacifiCorp obtained USE's services to perform a local capacity area and local capacity requirements assessment. PacifiCorp determined that USE has a unique combination of technical experience, understanding of the California Independent System Operator's local capacity requirements, and familiarity with PacifiCorp's transmission system.

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