

R. Jeff Richards Vice President and General Counsel 1407 W. North Temple, Suite 320 Salt Lake City, UT 84116 801-220-4734 Office jeff.richards@pacificorp.com

November 18, 2015

VIA ELECTRONIC FILING AND OVERNIGHT DELIVERY

Gary Widerburg Commission Secretary Public Service Commission of Utah Heber M. Wells Building, 4th Floor 160 East 300 South Salt Lake City, Utah 84114

Re: PacifiCorp Notice of Affiliate Transaction

Docket No. 05-035-54

Dear Mr. Widerburg:

Pursuant to Commitment U3(2), incorporated in the Public Service Commission of Utah's *Report and Order* approving the *Acquisition of PacifiCorp by MidAmerican Energy Holdings Company* (now known as Berkshire Hathaway Energy Company or "BHE"), issued January 27, 2006, as amended March 14, 2006, and June 5, 2006, Rocky Mountain Power d.b.a. PacifiCorp hereby provides written notice of an affiliate interest agreement with Marmon Utility LLC ("Marmon Utility").

PacifiCorp is a wholly-owned indirect subsidiary of BHE. BHE is a subsidiary of Berkshire Hathaway Inc. ("Berkshire Hathaway"). Berkshire Hathaway also currently holds a majority interest in the Marmon Group ("Marmon"). Marmon is comprised of three autonomous companies consisting of thirteen diverse stand-alone business sectors, including Marmon Utility. Berkshire Hathaway's ownership interest in Marmon and BHE may create an affiliated interest between PacifiCorp and Marmon in some PacifiCorp jurisdictions.

Marmon Utility designs, manufactures and markets spacer cable systems, which are insulated conductors supported by insulating spacers. Spacer cable systems reduce distribution system reliability risks attributable to tree branch contact, lightning strikes and animal contact. PacifiCorp plans to perform reliability improvements for transmission circuits located in Walla Walla, Washington, Pendleton, Oregon and Portland, Oregon. It was determined that the most cost effective method for mitigating reliability risks at those locations is to reconductor sections of those circuits with spacer cable systems. Marmon Utility is the only known supplier the specific type of spacer cable system required for these projects.

PacifiCorp plans to purchase from Marmon Utility the required installation materials, job support and installation equipment for these projects in accordance with the terms of three

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Purchase Orders (the "Purchase Orders"), for an aggregate price of \$87,121.00. A copy of the Purchase Orders is included with this Notice as <u>Attachment A</u>.

The Purchase Orders were prepared in accordance with PacifiCorp's procurement policies and procedures and contain standard commercial terms and conditions to protect the Company's ability to provide safe and reliable service. Thus, the use of Marmon Utility as supplier of the products and services under the Purchase Order will not harm the public interest.

Please do not hesitate to contact me if you have any questions.

Best Regards,

R. Jeff Richards

Vice President and General Counsel

PacifiCorp

Enclosures

cc: Chris Parker, DPU

Michele Beck, OCS