

December 15, 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 General Electric International, 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 November 27, 2015, PacifiCorp entered into a non-competitively bid release under a master contract with General Electric International, Inc. ("GE International"), which exceeds \$500,000. The release has a projected cost of approximately \$8.6 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 release entered into by PacifiCorp with GE International was justified. PacifiCorp maintains a master agreement with GE International for products and services and required an emergency purchase of combustion turbine components for Unit 2 at its Chehalis Generation Facility. PacifiCorp had determined that under the contract GE International was the only provider that could supply the necessary equipment for direct replacement.

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