

January 27, 2016

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 ABB 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 January 11, 2016, PacifiCorp entered into a non-competitively bid software maintenance agreement with ABB Inc., which exceeds \$500,000. The contract has a projected cost of \$1.7 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 ABB Inc. was justified. Under the agreement, ABB Inc. will provide PacifiCorp with CADOPS software maintenance services to support PacifiCorp's Outage Management System. ABB Inc. is the manufacturer of the CADOPS software application and thus the sole provider of the maintenance services.

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