

February 16, 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 Power Engineers 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 February 1, 2016, PacifiCorp entered into a non-competitively bid change order under a professional services contract for preparation of an environmental impact statement with Power Engineers Inc., which exceeds \$500,000. The contract has a projected cost of \$673,129.00.

Pursuant to PacifiCorp's Procurement Policy, a supplier may be awarded a contract on a noncompetitive 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 Power Engineers Inc. was justified. Power Engineers is the consultant working for the Bureau of Land Management (BLM), the lead agency on the development of the Environmental Impact Statement for the Vantage to Pomona Heights 230kV line. Accordingly, PacifiCorp may not rebid the work as the scope is directed by the BLM.

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