1407 West North Temple Salt Lake City, Utah 84116



May 24, 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 Emerson Process Management Power & Water Solutions

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 May 17, 2016, PacifiCorp entered into a non-competitively bid purchase order with Emerson Process Management Power & Water Solutions (Emerson), which exceeds \$500,000. The purchase order has a projected cost of \$508,426.

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 purchase order entered into by PacifiCorp with Emerson was justified. This is for the Dave Johnson Plant Unit 4 Ovation digital control system (DCS) upgrade. Emerson is the original equipment manufacturer and the only known provider of the Evergreen System Hardware and software® for the Ovation DCS. This upgrade is both a software and hardware upgrade and is necessary to update the control system with the latest validated software, workstations, networks, IO, security, and optimization technology.

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