



December 8, 2003

Ms. Laura Raypush  
Supervisor, Contracts & Admin. Svcs  
T&D Infrastructure Management  
PacifiCorp  
830 N.E. Holladay, Suite 250  
Portland, OR 97232

COPY

Dear Laura:

Enclosed is a check in the amount of \$1,645,199 for payment of the additional alleged unauthorized pole attachment and audit cost invoices (list attached) which were not included as part of the previous payment of \$3,828,000 in connection with our letter agreement dated September 8, 2003. The pole attachment invoices have been paid at a rate of 60% and the audit invoices at a rate of 100%.

Payment of these invoices does not indicate that we agree these are valid charges or that the unauthorized pole attachment figures are correct. These invoices are being paid in the spirit of ensuring a cooperative relationship between our two companies toward resolving the current dispute over the amount of PacifiCorp's unauthorized pole attachment fees. We reserve the right to recover any amounts overpaid either in connection with the original letter agreement or in this payment based on the outcome of the current filing pending with the Utah Public Service Commission.

Please call me at 801/401-3252 if you have any questions. I would also appreciate it if you would address any future unauthorized pole attachment or audit invoices directly to my attention.

Best regards,

JoAnne Nadalin  
Director of Business Operations

PS - Are you going to visit Pittsburgh  
over the holidays?