



*Yvonne R. Hogle
Senior Counsel
One Utah Center
201 S. Main Street, Suite 2300
Salt Lake City, UT 84111
801.220.4050
801.220.3299 Fax*

January 12, 2009

Public Service Commission of Utah
Heber M. Wells Building
160 East 300 South
Salt Lake City, Utah 84110

Attn: Ms. Julie Orchard
Commission Secretary

Re: Notice of Issuance of Amended 2008R-1 Request for Proposals

Dear Commissioners:

In accordance with Utah law, PacifiCorp filed a notice on April 10, 2008 with the Public Service Commission of Utah (Commission) advising the Commission of its intent to issue a request for proposals for new renewable resources (2008R-1 RFP) in the second quarter of 2008. On May 2, 2008, PacifiCorp filed with the Commission a draft of the 2008R-1 RFP that was filed with the Oregon Public Utility Commission (Oregon PUC). Upon obtaining approval from the Oregon PUC, PacifiCorp issued to the market the final 2008R-1 RFP on October 6, 2008.

Due to the delay in issuing the 2008R-1 RFP to the market, acquisition of the resource from the bidder who ultimately wins the 2008R-1 RFP (assuming an agreement is reached between PacifiCorp and the successful bidder), will not take place until 2009. In addition, in 2009 PacifiCorp will be completing the acquisition of some renewable energy resources unexpectedly delayed from 2008 and also expects to commence construction on at least one other renewable energy resource. Consequently, pursuant to Section 54-17-502(2)(a)(i) of the Utah Code Annotated, PacifiCorp will be issuing a request for proposals for a renewable energy resource up to 300 megawatts in size by January 31, 2009. Given the delay in issuing the 2008 RFP (2008R-1), PacifiCorp believes that administrative efficiency and minimization of bidder confusion can best be accomplished by amending and re-issuing the 2008R-1 RFP to allow new bids and refreshment of previous bids.

Attached to this letter is an amended 2008R-1 RFP (Amended 2008R-1 RFP) that PacifiCorp will issue to the market as soon as the Oregon PUC approves it, which is expected to occur prior to January 31, 2009. The Amended 2008R-1 RFP is exactly the same as the 2008R-1 RFP that was issued in October 2008. Nevertheless, the issuance of the Amended 2008R-1 RFP to the market will meet the requirements under Utah Code Annotated § 54-17-502(2)(a)(i), and serve the following purposes: (1) it will allow the bidders whose bids were received on

December 27, 2008 to update their bids and (2) it will give new bidders the opportunity to bid into the Amended 2008R-1 RFP.

Finally, PacifiCorp acknowledges that, had it anticipated the current conditions, it should have filed a notice with the Commission on August 1, 2008 as set forth under Utah Code Annotated § 54-17-502(2) (e). PacifiCorp apologizes to the Commission for this oversight. Fortunately, PacifiCorp believes that no harm has occurred. The purposes of that notice are (1) to allow the potential bidders to know that PacifiCorp will be conducting an RFP and (2) to allow the Commission to retain a consultant. Since PacifiCorp is merely proposing to amend the 2008R-1 RFP, bidders are already aware of the RFP and the Commission has already retained a consultant.

We apologize for any inconvenience this may cause you and your staff. We are committed to learn from this process to avoid this situation from happening in the future and look forward to working with the Commission on the Amended 2008R-1 RFP. Please feel free to contact either Stacey Kusters at (503) 813-5351 or myself at the number indicated above if you have any questions.

Sincerely,

Yvonne R. Hogle