

September 2, 2009

***VIA ELECTRONIC FILING
AND OVERNIGHT DELIVERY***

Julie P. Orchard
Commission Secretary
Public Service Commission of Utah
Heber M. Wells Building
160 East 300 South
Salt Lake City, Utah 84145

Re: Notice of Sole Source Contracts with Hi-Tech Rockfall Construction Inc.

Commissioners:

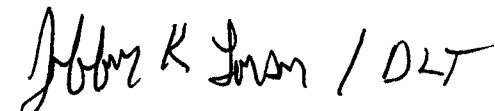
In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a sole source contract with Hi-Tech Rockfall Construction Inc. to provide emergency repairs at the Swift hydro facility powerhouse during January 2009. The cost of this contract was estimated to be \$750,000 with an additional \$450,000 added on change order number one of the contract and had a final cost of \$1,096,542.00.

Beginning early on Tuesday, January 6, 2009 and continuing through January 8, 2009, very heavy rainfall in western Washington combined with warm air temperatures resulted in rapid snowmelt and high runoff causing flooding and a landslide resulting in damage to the Swift hydro facility powerhouse. Hi-Tech Rockfall Construction Inc. was engaged to perform emergency and immediate repairs at the facility. On January 13, 2009 contract number 3000057410 was issued to Hi-tech Rockfall Construction, Inc. with initial funding of \$750,000 to stabilize the area of the landslide that had fallen and damaged Swift 1 hydro facility powerhouse. As the slide area was stabilized it was determined by the geotechnical engineers on site that the area just to the east of the slide, on the same rock face, was in danger of sliding. At this time, January 23, 2009, Change Order number one to the contract was issued to add an additional \$450,000 of funding for Hi-Tech Rockfall Construction, Inc. to stabilize this area of the rock face to prevent further damage and mitigate the safety concerns.

This sole source procurement contract was authorized by Joseph Moore, Vice President, Generation, PacifiCorp Energy.

If you have any questions, please feel free to contact Dave Taylor at 801-220-2923.

Sincerely,



Jeffrey K. Larsen
Vice President, Regulation

cc: Division of Public Utilities
Committee of Consumer Services