

September 22, 2010

***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 Contract with Burrell Mining

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a sole source contract with Burrell Mining which has exceeded \$500,000 for calendar year 2010. This contract is for Longwall Cans at the Deer Creek mine. Year to date costs for this contract are \$821,559 as of July 31, 2010.

Longwall cans are used to support the mine roof during longwall mining. Burrell Mining Products is the only manufacturer of the required cans for Energy West's longwall mining equipment. Burrell Mining Products has a manufacturing plant in Price, Utah and maintains a local supply of the various sizes of cans required for the company's longwall mining operations.

This sole source procurement contract was authorized by Cindy Crane, Vice President, Interwest Mining and Fuels.

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