

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 JH Fletcher**

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a sole source contract with JH Fletcher which has exceeded \$500,000 for calendar year 2010. This contract is for original equipment manufacturer (OEM) parts for roof bolters and tow vehicles at Bridger Coal Company. Year to date costs for this contract are \$521,209 as of July 31, 2010.

Presently, JH Fletcher is the only manufacturer that offers a roof bolter approved for use in underground coal mines in the United States. The JH Fletcher roof bolter has a proven track record, both with Bridger Coal Company and in the mining industry for service, reliability and extended service life. JH Fletcher is also the OEM supplier for tow vehicles at Bridger Coal Company. No other vendor is available to provide the needed OEM parts. JH Fletcher has manufacturing facilities in the United States with a parts distributor in Rock Springs, Wyoming.

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