



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 Alstom Power, Inc.**

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a sole source contract with Alstom Power, Inc. to supply three boiler modification projects during the 2010 Huntington Unit 1 overhaul. The estimated cost of the three projects is \$1,360,000.

Alstom Power, Inc. is the original manufacturer of the Huntington Unit #1 boiler. Because of the complexity of three specific projects associated with the unit overhaul and the expertise of the original manufacturer, PacifiCorp entered into a sole source contract with Alstom to perform the following projects:

1. The Windbox connecting duct expansion joint and pilot rorch air duct replacement.
2. Burner corner and transition waterwall tube replacement.
3. Boiler bottom tube offsets and door replacrments.

There are 13 specific boiler projects, with a total estimated cost of \$30 million, included in the 2010 Huntington Unit #1 overhaul. The remaining ten projects were competitively bid.

This sole source procurement contract was authorized by Dana Ralston, Vice President, PacifiCorp Generation.

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