

September 23, 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 Joy Mining Machinery at Bridger Coal Company**

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a sole source contract with Joy Mining Machinery which has exceeded \$500,000 for calendar year 2010. This contract is for original equipment manufacturer (OEM) parts for continuous miners and shuttle cars at Bridger Coal Company. Year to date costs for this contract are \$3,164,135 as of July 31, 2010.

Joy Mining Machinery is the only available supplier to supply the new conventional trailing cable electric powered shuttle cars and OEM parts. Joy Mining is also the OEM supplier of continuous miners at Bridger Coal Company. Joy Mining Machinery provides excellent post purchase service, including spare parts, at the mining site.

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