

October 1, 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 Bucyrus America

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into two sole source contracts with Bucyrus America which each exceed \$500,000. The first contract is to provide a 60" Belt Tripper Drive unit for the underground conveyor in the 7th Right Development Section at the Bridger Coal underground mine. The cost for this contract is \$943,821. The second contract is for a 60" Belt Terminal Group consisting of a Tripper Drive unit and Winch components in another section of the Bridger Coal underground mine. The cost for this contract is \$1,159,619.

The acquisition of this equipment from Bucyrus ensures conformance with the other terminal groups in service at the mine by the same manufacturer.

The sole source procurement contracts were 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
Office of Consumer Services