

January 5, 2012

***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 War Fab, Inc. 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 War Fab, Inc. which has exceeded \$500,000. This contract for repairs of Marion 8200 dragline at Bridger Coal Company has a cost of \$835,413.

Repairs are required on the Marion 8200 dragline, Unit 103 at Bridger Coal Company. Other vendors were contacted, but only War Fab had the qualified personnel available to perform the repairs within the required time frame.

This sole source procurement contract was authorized November 11, 2011, 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