



*Mark C. Moench
Senior Vice President and General Counsel
201 S. Main Street, Suite 2400
Salt Lake City, UT 84111
801-220-4459 Office
801-220-4058 Fax
mark.moench@pacificorp.com*

June 4, 2012

***VIA ELECTRONIC FILING
AND OVERNIGHT DELIVERY***

Gary Widerburg
Commission Secretary
Public Service Commission of Utah
Heber M. Wells Building, 4th Floor
160 East 300 South
Salt Lake City, Utah 84111

Re: PacifiCorp Notice of Affiliate Transaction
Docket No. 05-035-54

Dear Mr. Widerburg:

Pursuant to Commitment U3(2), incorporated in the Public Service Commission of Utah's *Report and Order* approving the *Acquisition of PacifiCorp by MidAmerican Energy Holdings Company*, issued January 27, 2006, as amended March 14, 2006, and June 5, 2006, Rocky Mountain Power hereby provides notice of an indirect affiliate interest transaction with International Business Machines Corporation (IBM) through CompuCom Systems, Inc. (CompuCom), a reseller of IBM support. The Company desires to renew a portion of a previously existing agreement with CompuCom to provide hardware and operating system support services for IBM servers initially purchased in 2003. A copy of the Quote to document this transaction is included as Attachment A. A copy of the purchase contract between PacifiCorp and CompuCom Systems, Inc. is included for ease of reference as Attachment B.

PacifiCorp is a wholly-owned indirect subsidiary of MidAmerican Energy Holdings Company (MEHC). MEHC is a subsidiary of Berkshire Hathaway, Inc. (Berkshire Hathaway). In mid-November 2011, Berkshire Hathaway publicly announced purchases of IBM common stock totaling greater than a five percent interest. Therefore, Berkshire Hathaway's ownership interest in IBM may create an affiliated interest in some PacifiCorp jurisdictions.

In 2003, prior to the existence of the affiliate relationship, the Company contracted with CompuCom for the purchase of IBM servers and mainframe systems. PacifiCorp has standardized on the IBM servers and mainframes for certain applications and typically upgrades and or replaces the servers every five years. The Company houses several critical applications used by various departments to perform daily job functions. Due to the critical applications run on the servers and mainframes they have been under support from IBM through CompuCom since the initial purchase. Some of the critical applications that operate on the servers include:

Utah Public Service Commission

June 4, 2012

Page 2

SAP, which contains accounting and financial records; CADOPS, which is the Company's outage management system; Fastgate, which is a connectivity program for the power grid; and ETS, which operates the Company's energy trading systems. IBM's support through CompuCom is needed to maintain proper server and mainframe function and to minimize downtime. If the servers or mainframes went down, many groups in the Company would not be able to perform necessary business functions. Replacing the IBM servers and mainframes would take considerable expense and time. Accordingly, this transaction is consistent with the public interest.

Please do not hesitate to contact me if you have any questions.

Best Regards,

A handwritten signature in blue ink that reads "Mark C. Moench". The signature is fluid and cursive, with a long horizontal stroke at the end.

Mark C. Moench
Senior Vice President and General Counsel
PacifiCorp

Enclosures

cc: Chris Parker, DPU
Michele Beck, OCS