

June 29, 2012

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

Gary Widerburg  
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 Black and Veatch Corporation**

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a revision of a sole source contract with Black and Veatch Corporation which exceeds \$500,000. The contract was for engineering support during the construction of the fish passage project at the Swift dam. The original contract had an estimated cost of \$2,200,000 this amount has been increased by \$712,789 and covers the project through 2013.

Black and Veatch was originally retained to perform engineering services through the project design and procurement. By virtue of the firm's experience, depth of available technical services and successful performance of previous contract services, Black and Veatch is best suited to provide the remaining engineering services for completion of this project. Utilizing another firm at this phase of the floating surface collector, fish passage project would add significant risk to the project. In addition, by retaining the incumbent engineering firm, the relationships with and approvals of the FERC, Washington state, and county agencies can be maintained and project delay can be avoided.

During construction additional work was identified that was not anticipated in the original project estimate. It is projected that the additional engineering and work will increase the project cost by \$712,789.

The contract extensions were authorized on May 24, 2012, by Micheal Dunn, President, PacifiCorp Energy.

If you have any questions, please feel free to contact Dave Taylor at 801-220-2923.

Sincerely,

Jeffrey K. Larsen  
Vice President, Regulation & Government Affairs

cc: Division of Public Utilities  
Office of Consumer Services