



201 South Main, Suite 2300  
Salt Lake City, Utah 84111

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 General Electric**

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a sole source contract with General Electric. The estimated value of the contract is \$1,500,000.

On July 16, 2008 the Company entered into a competitively bid contract with General Electric to provide a new series capacitor bank at Three Peaks substation in Southern Utah. The original capacitor was designed with expansion as a future possibility, based upon the design of the series capacitors supplied. As part of the Sigurd Red Butte #2 line the series capacitor at Three Peaks is being expanded in capability and capacity which will significantly increase system capability in Southwest Utah. If these modifications were performed by another vendor it would most likely void the remaining warranty which is good through April 2015.

This sole source procurement contract was authorized on February 21, 2012 by Karen Amabile, Director, Sourcing and Procurement.

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