



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

August 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 Sigma Energy Solutions

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into four sole source change orders to a previously bid contract with Sigma Energy Solutions. The combined value of the change orders is \$704,330.

PacifiCorp has a contract with sigma Energy Solutions for installation of the Pulverizer Steam Interting system at Huntington Units 1 and 2. While the initial contract was established through a the Company's competitive procurement process, four change orders to the contract have been approved without reopening the bid. The change orders include liaison engineers for phases 1 and 2 of the project, engineers for the factory acceptance testing, and the installation of louver dampers. These change orders increase the cost of the project from \$3,653,306 to \$4,357,636.

This sole source procurement contract was authorized on December 28, 2011, by Dana Ralston, Vice President, Generation.

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