



*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*

August 31, 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 84114

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 affiliate transaction and includes with this letter for filing an original and two (2) copies of the Temporary Construction Workspace Agreement (Easement) between PacifiCorp and Kern River Gas Transportation Company (Kern River). A copy of the Agreement is included with this Notice as Attachment A.

PacifiCorp and Kern River are both wholly-owned, indirect subsidiaries of MidAmerican Energy Holdings Company (MEHC). MEHC's ownership interest in the Company and Kern River may create an affiliated interest in some PacifiCorp jurisdictions.

Kern River is a natural gas transportation pipeline company that owns and operates the Kern River pipeline system, which is a vital artery transporting natural gas to California, Nevada and Utah. Certain Kern River pipelines located in Utah are in an area being used by the Utah Department of Transportation (UDOT) as part of its Mountain View Corridor project.¹ Portions of these pipelines are also located on PacifiCorp property through use of an easement. UDOT is requiring Kern River to relocate these pipelines to accommodate the Mountain View Corridor. To allow Kern River to accommodate the directive from UDOT, the Company will grant a Temporary Construction Workspace Easement. The Easement will expire one year from the date of execution. In August 2011, the Company filed a similar temporary construction easement granted to Kern River for relocation of a different section of Kern River's pipeline located on PacifiCorp property.

¹ The Mountain View Corridor is a planned freeway, transit and trail system project in western Salt Lake and northwestern Utah counties. See <http://www.udot.utah.gov/mountainview/>.

Kern River will pay PacifiCorp approximately \$91,739 for the Easement, which is based upon the estimated market value of the underlying property. The methodology for determining the value of the transaction is as follows: Kern River will compensate Rocky Mountain Power for temporary construction workspace on Wasatch Restoration Center Property totaling 0.89 acres at a rate of \$26,136 per acre and for 50% of the 7.86 acres on non-Wasatch Restoration Center Property at a rate of \$17,424 per acre for a total compensation of \$91,739.

Granting the Easement will not affect PacifiCorp's ability to provide safe and reliable service, and thus will not harm 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.

Mark C. Moench
Senior Vice President and General Counsel
PacifiCorp

Enclosures

cc: Chris Parker, DPU
Michele Beck, OCS