



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

November 21, 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 Wyoming Machinery Company

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a sole source one year extension to a contract with Wyoming machinery Company. The estimated value of the contract extension is estimated to be \$612,909.

Through a previously awarded aggregation project contract, Wyoming Machinery Company supplies PacifiCorp on site and shop mobile equipment maintenance for Caterpillar equipment. While service territories are established by Caterpillar, limiting competitive alternatives, PacifiCorp has two large facilities, the Jim Bridger plant and Bridger Coal, located near the border of the service territories of Wheeler Machinery and Wyoming machinery. This allows PacifiCorp some flexibility on the maintenance of underground and surface mining Caterpillar equipment. Wyoming Machinery recently opened a large new state of the art facility in Rock Springs, Wyoming and also has facilities in Casper and Gillette, Wyoming and has agreed to keep the current labor rates, established in 2009, in place one additional year. The contract will be re-bid in 2013. Major equipment overhauls are individually competitively bid and are not included in the aggregation contract.

This sole source procurement contract was authorized on October 3, 2012 by Karen Amabile, Director of 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