



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

December 19, 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 International**

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 International. The estimated value of the contract is estimated to be \$1,500,000.

During a borescope inspection of combustion turbine number one at the Chehalis combined cycle plant, it was determined that immediate repairs were required to the compressor stator and rotor blades. General Electric International is the original equipment manufacture (OEM) of the turbine. Replacement of the blades and stator with non-OEM equipment would require significant reverse engineering resulting in potential increased costs and additional forced outage downtime. The use of non-OEM equipment would also introduce operating reliability risk. General Electric was able to begin the manufacture and delivery of the repair parts immediately.

This sole source procurement contract was authorized on November 12, 2012 by Geoff Matthews, Vice President, 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