

December 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 IBM**

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a renewal of a sole source contract with IBM Corporation which exceeds \$500,000. The contract has an annual cost of \$1,020,000 and covers the period June 2012 through May 2013.

This is a renewal of the contract for support and maintenance of the IBM mainframe billing, work management, and financial systems. These specific services provided under this contract, which include technical assistance with resolving problems, providing software upgrades, and develop patches to fix problems with current IBM software, can only be provided by IBM. The contract rate for these services was established at the time of equipment installation and only changes when new equipment is installed.

The sole source procurement contract was approved on May 29, 2012, by Robert Metcalf, Senior Director, Technology Management.

If you have any questions, please feel free to contact Dave Taylor at 801-220-2923.

Sincerely,

Jeffrey K. Larsen  
Vice President, Regulation

cc: Division of Public Utilities  
Office of Consumer Services