

March 29, 2013

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 Extension with Sturgeon Electric Company

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a sole source extension of a contract with Sturgeon Electric Company which exceeds \$500,000. The contract extension has a projected cost of \$25,160,947.

Sturgeon Electric Company provides PacifiCorp with transmission tower foundation engineering, procurement, and construction services. The existing contract, which was initially selected through competitive bid in 2009, expired March 31, 2012, and is being extended through July 31, 2013. The contracts will be competitively bid again in 2013 in conjunction with the competitive tender for the Oquirrh-Terminal segment of the Gateway transmission project.

The sole source contract extensions were authorized on April 26, 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

cc: Division of Public Utilities
Office of Consumer Services