



September 5, 2013

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

***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 Nexant Inc.

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 Nexant Incorporated. The estimated value of the contract is estimated to be \$612,000 over a three year period.

PacifiCorp currently uses a demand-side management project tracking system provided by Nexant known as TrakSmart v3. This contract is to upgrade the system to Nexant's TrakSmart v4. Among the key benefits of the upgrade to TrakSamrt v4 are:

- Reduce compliance risk by enforcing the business rules associated with each program,
- Enable program managers to reconcile third party administrator' claimed savings on a measure basis by invoice,
- Alert program managers to non-tariffed measures being offered by third party administrators,
- Track measures at the program and customer level, alerting program managers if an individual customer seeks multiple incentives for the same measure, and
- Ability to report performance of programs through easy configuration.

Various products were reviewed and considered. However, Nexant has a far advanced understanding of this market. In addition the smooth transition through updating the existing system makes the upgrade to TrackSmart v4 significantly less expensive than implementing a new management system.

This sole source procurement contract was authorized on April 29, 2013 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