

September 27, 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: **Sole Source Contract with Dalton Olmstead & Fuglevand**

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp Energy, a Division of PacifiCorp, has entered into a sole source contract extension with Dalton Olmstead and Fuglevand. The contract amount is \$580,000.

Dalton Olmstead and Fuglevand have been providing technical support to PacifiCorp Environmental Remediation Company (PERCo) for work at the Thea Foss Waterway since 1998 under a competitive bid. PacifiCorp is currently in year 9 of a 10 year monitoring program of the waterway. Due to recontamination issues associated with storm water runoff, it is anticipated that the U.S. Environmental Protection Agency (EPA) will require additional monitoring following the close of the 10 year program. Dalton Olmstead and Fuglevand provided critical analysis on recontamination of the head of the Thea Foss Waterway and has been directly involved in the allocation processes between the various potentially responsible parties. Dalton Olmstead and Fuglevand was selected as the most competitive bidder at the start of the project and their rates continue to be competitive. Rebidding the remainder of the project would result in excess cost and could expose PacifiCorp to liability associated with the sensitive nature of this project.

This sole source procurement contract was authorized August 6, 2013, by Micheal Dunn, President, PacifiCorp Energy.

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