

April 10, 2014

***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 United Healthcare Insurance

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 United Healthcare Insurance, Co. which exceeds \$500,000. The contract for benefits claims processing has a projected 2013 annual cost of \$2,300,000.

United Healthcare provides PacifiCorp with benefits claims processing services. The existing contract, which is being extended for one year, was initially selected through competitive bid in 2010. The contracts will be competitively bid again in 2014 as part of leverage opportunity with Berkshire Hathaway.

The sole source contract extension was authorized on December 4, 2013, by Erich Wilson, Director Human Resources.

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