

September 3, 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 with North Sky Communications, Inc.

Commissioners:

In accordance with the Company's procurement policy, we hereby notify you that PacifiCorp has entered into a source contract with North Sky Communications, Inc., which exceed \$500,000. The contract has a projected cost of \$735,000.

Many of PacifiCorp's distribution poles are jointly used by communications companies. When a jointly used pole is removed and replaced each licensee has the responsibility to transfer its equipment to the new pole. To improve efficiency and eliminate the need for multiple visits to a single facility with multiple licensee authority, PacifiCorp has contracted with North Sky Communications to remove bare pole stubs in our Pacific Power service territory following the transfer of communications equipment. Following the completed transfer and stub removal, North Sky Communications invoices each applicable licensee directly, as well as Pacific Power for the pole stub removal. The opportunity for all of the work to be completed in a single site visit reduces the communication and administration for this equipment transfer. It also provides greater customer service and reduces the time old poles remain in the field. North Sky Communications, which is the only know provider of this service, has contracts and agreements with most telecommunications companies in the Pacific Northwest.

This sole source procurement contract was authorized April 21, 2014, by Doug Butler, Vice President T&D Operations, Pacific Power.

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