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February 2, 2016

***VIA ELECTRONIC FILING
AND OVERNIGHT DELIVERY***

Gary Widerburg
Commission Secretary
Public Service Commission of Utah
Heber M. Wells Building, 4th Floor
160 East 300 South
Salt Lake City, Utah 84114

Re: PacifiCorp Notice of Affiliate Transaction
Docket No. 05-035-54

Dear Mr. Widerburg:

Pursuant to Commitment U3(2), incorporated in the Public Service Commission of Utah's *Report and Order* approving the *Acquisition of PacifiCorp by MidAmerican Energy Holdings Company* (now known as Berkshire Hathaway Energy Company or "BHE"), issued January 27, 2006, as amended March 14, 2006, and June 5, 2006, Rocky Mountain Power d.b.a. PacifiCorp hereby provides written notice of an affiliate interest agreement with Huntington Cleveland Irrigation Company ("HCIC").

HCIC is a non-profit corporation that owns water rights in the Huntington Creek Drainage Basin located in Emery County, Utah. PacifiCorp currently owns approximately one-third of the ownership shares of HCIC and receives an allocation of water from HCIC based on such ownership. PacifiCorp also appoints one member to HCIC's ten-person board of directors. This ownership interest and appointment authority may be deemed to create an affiliate interest in some PacifiCorp jurisdictions.

HCIC is constructing a project to enclose existing open irrigation trenches in pressurized pipes. The project will decrease the water quantity and quality losses associated with open trench irrigation and will thereby increase the value of the HCIC water rights for the collective benefit of all shareholders. The project was jointly funded by HCIC shareholders. In conjunction with the approval of the project, the shareholders all agreed not to charge easement fees charges in conjunction with the land rights granted to facilitate the project.

The project requires a permanent pipeline easement across approximately 0.571 acres (833 feet in length and 30 feet in width) of PacifiCorp property and a temporary construction easement across approximately 0.669 acres of PacifiCorp property (833 feet in length and 35 feet in width). The subject property was acquired in conjunction with the acquisition of water rights and is not used for power generation or delivery purposes. The value of the easements has been internally estimated at \$320. This fee has been waived in accordance with the above-described agreement.

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A copy of the *Non-Exclusive Pipeline Easement Agreement* is included with this notice as Attachment A.

The water received through HCIC constitutes the primary water supply for PacifiCorp's Huntington Plant and a secondary water supply for PacifiCorp's Hunter Plant. By improving efficiencies and minimizing waste, the project helps ensure an uninterrupted water supply for these plants. Granting such easements is in furtherance of this objective. The agreement to waive easement fees minimizes the overall project costs, a large portion of which would be passed through to PacifiCorp as the largest shareholder in HCIC. Accordingly, granting such easements without charge is in the public interest.

Please do not hesitate to contact me if you have any questions.

Best Regards,

A handwritten signature in blue ink, appearing to read "R. Jeff Richards". The signature is stylized and cursive.

R. Jeff Richards
Vice President and General Counsel
PacifiCorp

Enclosures

cc: Chris Parker, DPU
Michele Beck, OCS