

July 29, 2016

***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 84114

Re: Notice of Non-Competitive Procurement with Laminated Wood Systems, Inc.

Commissioners:

In accordance with PacifiCorp's Procurement Policy, the Company must report to the Commission purchases of goods or services exceeding \$1,000,000 that are not competitively bid. This letter hereby serves as notice that, on April 19, 2016, PacifiCorp entered into a non-competitively bid amendment to a contract with Laminated Wood Systems, Inc. ("LWS"), which exceeds \$1,000,000. The contract amendment serves to extend the contract term for eighteen months and has a projected cost of approximately \$1.6 million based on the pricing schedule.

Pursuant to PacifiCorp's Procurement Policy, a supplier may be awarded a contract on a non-competitive basis under certain circumstances, such as when competitive bidding is impossible or impractical, or when otherwise a non-competitive procurement has been demonstrated to be in the best interest of the Company. Accordingly, the contract amendment entered into by PacifiCorp with LWS was justified. LWS is the only known supplier of PhaseRaiser, a patented structure lifting system used to extend transmission/distribution poles to meet FERC circuit height requirements, and the extension is necessary to complete the project.

If you have any questions, please feel free to contact Bob Lively at 801-220-4052.

Sincerely,

Jeffrey K. Larsen
Vice President, Regulation

cc: Division of Public Utilities
Office of Consumer Services