

May 9, 2019

VIA ELECTRONIC FILING

Gary Widerburg
Commission Administrator
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 General Electric International, Inc.

Commissioners:

In accordance with PacifiCorp's ("Company") 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 PacifiCorp has entered into a non-competitively bid contract with General Electric International, Inc. ("GE") for work related to the repowering project that was approved by the Commission in Docket No. 17-035-39 ("Repowering Docket").

PacifiCorp has entered into full service agreements ("FSA") with GE for approximately \$176.7m, including taxes, as required by the Master Retrofit Contract for the repowering project. The FSAs are consistent with the form and pricing that was included in the Repowering Docket. 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. The GE FSAs qualify for an exception to the Company's competitive bidding requirements because they involve new turbine technology for existing generator components for which GE has proprietary and intellectual property rights, and the Company is contractually required to use GE wind turbine technology in order to complete the repowering project. Also, the GE FSAs are a continuation of a prior sole source decision, and therefore do not require an additional filing. The Company submits this notification to the Commission for informational purposes.

If you have any questions, please feel free to contact Jana Saba at (801) 220-2823.

Sincerely,



Joelle Steward
Vice President, Regulation

cc: Division of Public Utilities
Office of Consumer Services

CERTIFICATE OF SERVICE

Docket No. 19-999-01

I hereby certify that on May 9, 2019, a true and correct copy of the foregoing was served by electronic mail to the following:

Utah Office of Consumer Services

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Katie Savarin
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