

April 5, 2012

***VIA ELECTRONIC MAIL
AND OVERNIGHT DELIVERY***

Washington Utilities and Transportation Commission
1300 S. Evergreen Park Drive S.W.
P.O. Box 47250
Olympia, WA 98504-7250

Attention: David Danner
Executive Secretary

RE: Affiliated Interest Filing for PacifiCorp

Dear Mr. Danner:

Pursuant to the provisions of RCW 80.16.020 and WAC 480-100-245, PacifiCorp, d.b.a. Pacific Power & Light Company (PacifiCorp or the Company), provides notice of an affiliate interest transaction with International Business Machines Corporation (IBM). The Company desires to renew a portion of a previously existing agreement with IBM to provide software support services for IBM software licenses purchased in 2008. A copy of the Quote to document this transaction is included as Attachment A. The previously existing agreement titled Contract between PacifiCorp and IBM Corporation for Software Solution and Implementation Services was provided to the Washington Utilities & Transportation Commission (Commission) in Docket UE-120187.

PacifiCorp is a wholly-owned, indirect subsidiary of MidAmerican Energy Holdings Company (MEHC). MEHC is a subsidiary of Berkshire Hathaway, Inc (Berkshire Hathaway). In mid-November 2011, Berkshire Hathaway publicly announced purchases of IBM common stock totaling greater than a five percent interest. RCW 80.16.020 includes in its definition of "affiliated interest," "every corporation five percent or more of whose voting securities are owned by any person or corporation owning five percent or more of the voting securities of such public service company or by any person or corporation in any such chain of successive ownership of five percent or more of voting securities." Therefore, Berkshire Hathaway's ownership interest in IBM creates an affiliated interest.

In 2008, prior to the existence of the affiliate relationship, the Company contracted with IBM for the provision of certain software and software support services. Opportunities for renewal of licensing and support services for individual software periodically arise. The Company determined that renewal of licensing for the Cognos Impromptu software was needed. Cognos is used Company-wide as a reporting tool and is designed to allow for configuring and managing reports. The Company will pay IBM \$3,420 for the Cognos Impromptu licenses during the term of the license; March 30, 2012

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through March 31, 2013. This is based on IBM's "Passport" level pricing, which is a volume discount.

The Company relies on software furnished by IBM to create and maintain critical business records. This software is proprietary to IBM; therefore, only IBM is able to provide service. Without Cognos, many groups in the Company would not be able to prepare reports necessary for business functions. Installing a different reporting system would require considerable time and expense. Accordingly, the transaction is consistent with the public interest.

Also included with this filing is a notarized verification from Michelle R. Mishoe, Legal Counsel, PacifiCorp, regarding the Quote.

Please call Carla Bird at (503) 813-5269 if you have any questions.

Sincerely,

A handwritten signature in black ink that reads "William Griffith" followed by a stylized monogram or initials.

William Griffith
Vice President, Regulation
Pacific Power

Enclosures

WASHINGTON AFFILIATED INTEREST FILING

ATTACHMENT A

QUOTE

International Business Machines Corporation

International Business Machines Corporation, PO Box 643600, Pittsburgh, PA 15264-3600



IBM Software Quotation

Attn: Mark Speight
Pacificorp
825 NE Multnomah St
Ste 800
PORTLAND OR 97232
UNITED STATES

30-Mar-2012

Passport Advantage Agreement Number: 6355
IBM Customer Number: 6054716
Relationship SVP Level: H

Passport Advantage Site Number: 7020497
Anniversary: 01-Jun
Quotation SVP Level: H

Dear Customer:

Thank you for your inquiry regarding IBM Software.

Any and all prices herein are suggested prices only and are subject to change at IBM's sole discretion. Products listed herein are subject to withdrawal or modification by IBM at any time at IBM's sole discretion. Final coverage dates for new license, Software Subscription and Support reinstatement, and Software Subscription and Support renewal part numbers will be based upon IBM's acceptance of the order, and as specified in the applicable agreements, irrespective of the dates which may appear in this quote.

This quotation is valid from 30-Mar-2012 and will expire on 31-Mar-2012.

Your order will be governed by and is subject to the terms of your Passport Advantage Agreement or the Passport Advantage Express Agreement, as applicable, against which this transaction will be placed.

If you need assistance with placing your order or wish to discuss your quotation, please contact the IBM Representative noted below.

Yours sincerely,

SUZANNE S. WRIGHT
Phone Number: 1-720-395-2473
Fax Number:
E-mail Address: sswright@us.ibm.com

International Business Machines Corporation

International Business Machines Corporation, PO Box 643600, Pittsburgh, PA 15264-3600



Quotation Number: 15761499
 IBM Contact: SUZANNE S. WRIGHT
 Phone Number: 1-720-395-2473

Quote Effective Date: 30-Mar-2012
 Quote Expiration Date: 31-Mar-2012

Passport Advantage Agreement Number: 6355
 IBM Customer Number: 6054716
 Relationship SVP Level: H

Passport Advantage Site Number: 7020497
 Anniversary: 01-Jun
 Quotation SVP Level: H

Customer:
 Attn: Mark Speight
 Pacificorp
 825 NE Multnomah St
 Ste 800
 PORTLAND OR 97232
 UNITED STATES

Item	Part Number	Quantity	Points	Unit SVP Price	Extended Amount
IBM Cognos Impromptu User Authorized User License + SW Subscription & Support 12 Months					
001	D074GLL	3	15.21	1,140.00	3,420.00
30-Mar-2012 - 31-Mar-2013					
Applicable tax will be recalculated at the time of order processing.					
Total Points: 15.21				Subtotal in USD: 3,420.00	
				Estimated Tax in USD: 0.00	
				Total in USD: 3,420.00	
Your order is governed by and subject to the terms of your Passport Advantage Agreement or the Passport Advantage Express Agreement, as applicable, against which this transaction will be placed.					

Useful/Important Web resources:

Passport Advantage information, customer secure site access, training, etc.: ibm.com/software/passportadvantage
 IBM's International Program License Agreement and product License Information documents: ibm.com/software/sla
 IBM Software Support Web site: ibm.com/software/support

IBM Customer Number: 6054716

WASHINGTON AFFILIATED INTEREST FILING

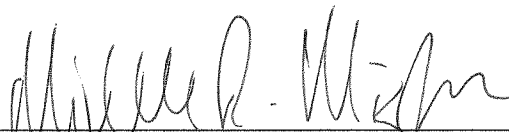
VERIFICATION

VERIFICATION

I, Michelle R. Mishoe, am Legal Counsel for PacifiCorp and am authorized to make this verification on its behalf. Based on my personal knowledge about the attached Quote, I verify that the Quote is a true and accurate copy.

I declare upon the penalty of perjury, that the foregoing is true and correct.

Executed on April 4, 2012 at Portland, Oregon.



Michelle R. Mishoe
Legal Counsel

Subscribed and sworn to me on this 4 day of April, 2012.


Notary Public for Oregon

My Commission expires: Sept. 28, 2015

