

January 22, 2014

***VIA ELECTRONIC FILING***

***AND OVERNIGHT DELIVERY***

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

Attn: Steven V. King
 Executive Director and Secretary

**RE: Docket No. UE 14-\_\_\_\_\_\_—Affiliated Interest Filing—PacifiCorp and Shaw Environmental, Inc.**

Dear Mr. King:

Under the provisions of RCW 80.16.020 and in accordance with WAC 480-100-245, PacifiCorp d/b/a Pacific Power & Light Company (PacifiCorp or Company) provides notice of an affiliated interest transaction with Shaw Environmental, Inc. (Shaw Environmental) for the purchase of maintenance for emissions monitoring systems. Included with this filing as Attachment A is a copy of the General Services Contract (Contract) that will be executed for these maintenance services.

PacifiCorp is an indirect wholly owned subsidiary of MidAmerican Energy Holdings Company (MEHC). MEHC is a wholly owned subsidiary of Berkshire Hathaway, Inc (Berkshire). In May 2013, Berkshire announced it had acquired an 8.90 percent common stock interest in Chicago Bridge & Iron during the first quarter of 2013. The Shaw Group, of which Shaw Environmental is a part, is a wholly owned subsidiary of Chicago Bridge & Iron. 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’s ownership interest in Chicago Bridge & Iron and Chicago Bridge & Iron’s ownership interest in the Shaw Group creates an affiliated interest.

Shaw Environmental provides comprehensive air measurement services. PacifiCorp needs maintenance services for continuous emissions monitoring systems at various generation plants. PacifiCorp selected Shaw Environmental to provide these services after conducting a request for proposals. Shaw Environmental submitted the lowest price bid and is able to meet all of PacifiCorp’s requirements.

PacifiCorp anticipates spending approximately $534,337 over a three-year period for the services provided under the Contract by Shaw Environmental. PacifiCorp is required by federal and state regulations to monitor and report emissions from coal- and natural gas-fueled facilities. PacifiCorp uses continuous emission monitors (CEM) to meet these requirements. PacifiCorp could be subject to regulatory enforcement action if the availability of the CEM falls below a certain threshold. PacifiCorp coal-fueled plants are also required to have a mercury monitor as part of CEM. Quarterly auditing of calibrator for the mercury monitor is required and provided under the Contract. This transaction is in the public interest so that PacifiCorp can ensure compliance with regulatory requirements and effectively monitor emissions.

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

Please contact me at 503-813-6389 if you have any questions.

Sincerely,

R. Bryce Dalley

Vice President, Regulation

Enclosures

**WASHINGTON AFFILIATED INTEREST FILING**

**ATTACHMENT A**

**WASHINGTON AFFILIATED INTEREST FILING**

**VERIFICATION**

**VERIFICATION**

I, Michelle R. Mishoe, am Senior Counsel for PacifiCorp and am authorized to make this verification on its behalf. Based on my personal knowledge about the attached General Service Contract Between PacifiCorp and Shaw Environmental, Inc. for Continuous Emissions Monitoring Systems Maintenance for PacifiCorp Energy Locations, I verify that the General Service Contract Between PacifiCorp and Shaw Environmental, Inc. for Continuous Emissions Monitoring Systems Maintenance for PacifiCorp Energy Locations is a true and accurate copy.

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

Executed on \_\_\_\_\_\_\_\_\_\_\_ \_\_, 2014 at Portland, Oregon.

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Michelle R. Mishoe

Senior Counsel

Subscribed and sworn to me on this \_\_\_ day of January, 2014.

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Notary Public for Oregon

My Commission expires: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_