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Please Reply To:
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January 3, 2012

IDAHO PUBLIC
UTILITIES COMMISSION

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

Idaho Public Utilities Commission
472 West Washington
Boise, ID 83702-5983

Attention: Jean D. Jewell
Commission Secretary

Re: PacifiCorp Notice of Affiliate Transaction
Case No. PAC-E-05-8

Dear Ms. Jewell:

This letter will serve as notice pursuant to Commitment I 17(2), incorporated in the Idaho Public Utilities Commission Order No. 29973 issued February 13, 2006, as supplemented by Order No. 29998 March 14, 2006, in the above-referenced proceeding, approving the acquisition of PacifiCorp by MidAmerican Energy Holdings Company ("MEHC"), of an affiliate interest transaction with Wells Fargo Securities, LLC (Wells Fargo). The Company selected Wells Fargo to be one of the four joint book running managers for a bond offering the Company intends to issue in the near future. A copy of the draft Confidential Form of Underwriting Agreement is included as Attachment A. Confidential Attachment A contains commercially-sensitive information and the Company requests that it be treated as confidential and filed under seal. This document contains a "draft" designation, which will be removed upon execution of the agreement. There are no material changes expected to the terms and conditions of the agreement.

PacifiCorp is a wholly-owned indirect subsidiary of MidAmerican Energy Holdings Company (MEHC). MEHC is a subsidiary of Berkshire Hathaway, Inc (Berkshire Hathaway). As of March 31, 2010, Warren E. Buffet (an individual who may be deemed to control Berkshire Hathaway), Berkshire Hathaway, various subsidiaries of Berkshire Hathaway and various employee benefit plans of Berkshire Hathaway subsidiaries together held an interest in excess of 5 percent in Wells Fargo common stock, which may constitute an affiliate interest in some PacifiCorp jurisdictions.

PacifiCorp intends to issue a bond offering in the near future and has solicited underwriting proposals from a number of banks. Several banks, including Wells Fargo, provided information on indicative credit spreads, market conditions, their credit analysis, marketing plans and underwriting fees. The Company selected Wells Fargo as one of four joint book running managers for this bond offering based on the favorable indicative credit spreads, knowledge of the utility industry, the Company and its operations, ability to market the bonds to prospective

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investors, successful outcomes in prior underwriting for the Company, and reasonable underwriting fees. The selection of Wells Fargo was not influenced by Berkshire Hathaway's ownership interest. Wells Fargo's underwriting fees will be equal to the fees paid to each of the three other joint book running managers and at what PacifiCorp believes to be market rates or better for the Company. PacifiCorp anticipates Wells Fargo's underwriting fee will be approximately \$1,150,000.

As a public utility, the Company is expected to acquire, construct, improve, and maintain sufficient utility facilities to serve its customers adequately and reliably at reasonable cost. Issuance of bonds are part of a program to finance the Company's facilities taking into consideration prudent capital ratios, earning coverage tests and market uncertainties as to the relative merits of the various types of securities the Company could sell. Accordingly, the transaction is consistent with the public interest.

The transaction listed above was negotiated at arms-length as between PacifiCorp and Wells Fargo. Please call me at the above number or Ted Weston at (801) 220-2963 if you have any questions regarding this filing.

Very Truly Yours,

A handwritten signature in black ink, appearing to read "Daniel E. Solander" followed by a stylized monogram or initials.

Daniel E. Solander
Senior Counsel

Enclosures