

dw# 265578

# COPY OF TRANSCRIPT

BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH

In the Matter of a Request for  
Agency Action to Review the  
Carrying Charges Applied to  
Various Questar Gas Company  
Account Balances

2015 APR 08

Docket No. 14-057-32

~~~~~

## HEARING PROCEEDINGS

~~~~~

TAKEN AT: Public Service Commission  
Hearing Room 403  
160 East 300 South  
Salt Lake City, Utah

DATE: Wednesday, April 8, 2015

TIME: 9:01 a.m.

REPORTER: Nancy A. Fullmer, RMR



50 West Broadway, Suite 900, Salt Lake City, Utah 84101  
801-983-2180 Toll Free: 877-441-2180 Fax: 801-983-2181



1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25

**APPEARANCES**

Hearing Officer: Jordan White  
For Division of Public Utilities:  
Patricia E. Schmid  
Assistant Attorney General  
160 East 300 South  
Salt Lake City, Utah 84114  
For Office of Consumer Services:  
Rex W. Olsen  
Assistant Attorney General  
160 East 300 South, 5th Floor  
Salt Lake City, Utah 84114  
For Questar Gas Company:  
Jenniffer Nelson Clark  
Questar Gas Company  
333 South State Street  
Salt Lake City, Utah 84145-0433

**INDEX OF EXAMINATION**

WITNESS	PAGE
CHARLES E. PETERSON EXAMINATION BY-MS. SCHMID	4
GAVIN MANGELSON EXAMINATION BY-MR. OSLEN	10
KELLY MENDENHALL EXAMINATION BY-MS. CLARK	13



## 1 PROCEEDINGS

2 THE HEARING OFFICER: Good morning. This  
3 is the time and place noticed for Commission  
4 consideration of the Request for Agency Action to  
5 Review Carrying Charges Applied to Various Questar  
6 Gas Company Account Balances in Docket No.  
7 14-057-32. My name is Jordan White. I'll be  
8 acting as presiding officer for this hearing.  
9 With that, why don't we go ahead and start by  
10 taking appearances. We'll start here with  
11 Ms. Schmid.

12 MS. SCHMID: Thank you. Patricia E.  
13 Schmid with the Attorney General's Office  
14 representing the Division of Public Utilities.  
15 And with me as the Division's witness is  
16 Mr. Charles E. Peterson.

17 MR. OLSEN: Rex Olsen with the Office of  
18 Attorney General representing--or the Attorney  
19 General's Office representing the Office of  
20 Consumer Services. And with me is the witness for  
21 the Office, Gavin Mangelson.

22 MS. CLARK: Jenniffer Nelson Clark on  
23 behalf of the Company and Kelly B. Mendenhall is  
24 here as the Company's witness.

25 THE HEARING OFFICER: Thanks. Before we

1 go ahead and proceed, are there any other  
2 housekeeping matters before we proceed? I was  
3 thinking of with respect to proceeding with the  
4 witnesses, since this is the Division's request, I  
5 thought it would be appropriate for Division to  
6 lead off if that's okay with everyone. Okay.  
7 With that, Ms. Schmid.

8 MS. SCHMID: Thank you. Could the  
9 Division's witness please be sworn?

10 THE HEARING OFFICER: Do you solemnly  
11 swear that the testimony you're about to give is  
12 the whole truth and nothing but the truth?

13 MR. PETERSON: Yes.

14 CHARLES E. PETERSON,  
15 having been first duly sworn, was  
16 examined and testified as follows:

17 EXAMINATION

18 BY-MS.SCHMID:

19 Q. Good morning, Mr. Peterson.

20 A. Hello.

21 Q. Could you please state your employer and  
22 work address for the record.

23 A. Okay. My name is Charles E. Peterson.  
24 I'm employed by the Division of Public Utilities  
25 as a technical consultant. And my address is the

1 Heber Wells Building, Salt Lake City, Utah.

2 Q. Did you participate on behalf of the  
3 Division in this docket?

4 A. Yes.

5 Q. Did you prepare or were part of the  
6 preparation of the Division's memorandum filed  
7 February 24, 2015 entitled Request for Agency  
8 Action to Review the Carrying Charges Applied to  
9 Various Questar Gas Company Account Balances,  
10 Docket No. 14-057-32, and also the Division's  
11 memorandum filed March 24, 2015 entitled Request  
12 for Agency Action to Review the Carrying Charges  
13 Applied to Various Questar Gas Company Account  
14 Balances, Docket No. 14-057-32?

15 A. Yes, I did.

16 Q. Do you have any changes or corrections to  
17 make to those memorandums?

18 A. No.

19 Q. Do you adopt those memorandums as your  
20 testimony here today?

21 A. Yes.

22 Q. Do you have a brief summary you would  
23 like to provide?

24 A. Yes.

25 Q. Please proceed.

1           A. The Division petitioned the Commission to  
2 open a docket to investigate the carrying charges  
3 on December 31, 2014. The reason the Division  
4 wished to open this docket was that it felt that  
5 the carrying charges have become dated and needed  
6 review in light of current market conditions. The  
7 carrying charges tended to be fixed without any  
8 procedure in place for regularly reviewing the  
9 carrying charges to make sure that they continue  
10 to be appropriate. And, consequently, the  
11 Division made the request to the Commission to  
12 open the docket, which the Commission did.

13           There was a scheduling conference held on  
14 January 13, 2015 and a technical conference on  
15 January 26, 2015 in which the Company presented  
16 information regarding the carrying charges for the  
17 various accounts under consideration and discussed  
18 the history of those carrying charges. The  
19 carrying charges currently are set at a fixed six  
20 percent interest rate. This rate was established  
21 at various times for the different carrying  
22 charges. And it appears to the Division that the  
23 six percent interest rate was established over  
24 time in the different accounts merely to be  
25 consistent with one another.

1           The Division is not opposed to having  
2 consistent carrying charges, but as discussed in  
3 our memoranda, it believes that these carrying  
4 charges should be regularly reviewed and adjusted  
5 to reflect current market conditions.

6           The Division made the proposal based upon  
7 its analysis described in the memoranda  
8 dated--memorandum dated February 24th that the  
9 average of the AAA and BAA bond yields as the  
10 annual rate as reported by the Federal Reserve  
11 Board to be adopted as a regularly adjusting rate  
12 that would be adjusted annually for these  
13 accounts.

14           And based upon the average annual rate  
15 for these two bond ratings for 2014, the average  
16 was 4.51 percent, which the Division proposes be  
17 the new carrying charge rate for these accounts to  
18 be implemented this year going forward on  
19 July 1st. And then in subsequent years the  
20 adjustment would be made on March 1st. March 1st  
21 date giving time to the Division and parties to  
22 review the interest rates from the previous year  
23 and compile them and then be able to implement the  
24 new rate.

25           In its response to the Division's



1 memorandum, the Company appears to be generally  
2 supportive of the Division's proposal. However,  
3 it wished to make the carrying charge for extended  
4 area charges be assessed on a case by case basis.  
5 The Division is not opposed to that suggestion by  
6 the Company. So the Division would propose that  
7 the other accounts in the Division's memorandum,  
8 specifically, Demand Side Management, account  
9 182.3; Pipeline and Distribution Integrity,  
10 account 182.4; Passthrough Costs, account 191;  
11 Customer Deposits, 235.1; CET, 191; and Energy  
12 Assistance Balancing, account 191.8, be subject to  
13 this annual adjustment with a beginning rate of  
14 4.51 percent. And if any extension area situation  
15 arises in the future, then the Company can bring  
16 that forward and then we can establish a specific  
17 carrying charge at that time. With that, that  
18 completes my initial remarks.

19 Q. Mr. Peterson, do you believe that these  
20 changes are in the public interest?

21 A. Yes, I do.

22 Q. And that they will help result in just  
23 and reasonable rates?

24 A. Yes. It will establish a reasonable  
25 market based interest rate or carrying charge for

1 the various accounts that will be adjusted  
2 annually. And the Division believes that that  
3 process is in the public interest.

4 MS. SCHMID: The Division will request  
5 that the Commission take administrative notice of  
6 its two memorandums previously described and filed  
7 with the Commission.

8 THE HEARING OFFICER: So by  
9 administrative notice, you're asking that that be  
10 received into evidence?

11 MS. SCHMID: Yes.

12 THE HEARING OFFICER: You are--

13 MS. SCHMID: I am.

14 THE HEARING OFFICER: Okay.

15 MS. SCHMID: I am asking.

16 THE HEARING OFFICER: Okay. Any  
17 objection to the receiving--rather they're  
18 received?

19 MS. CLARK: No.

20 THE HEARING OFFICER: With that, they're  
21 received.

22 Any questions for Mr. Peterson?

23 MR. OLSEN: We have no questions.

24 MS. CLARK: None. Thank you.

25 THE HEARING OFFICER: Thank you. With

1 that, I'll turn over to Mr. Olsen.

2 MR. OLSEN: Thank you.

3 EXAMINATION

4 BY-MR.OLSEN:

5 Q. Mr. Mangelson, could you please state  
6 your name and employment for the record, please.

7 A. Gavin Mangelson.

8 THE HEARING OFFICER: Do you want to go  
9 ahead and swear him in first? Is that okay?

10 MR. OLSEN: Oh, yeah.

11 THE HEARING OFFICER: Okay. Yeah. Why  
12 don't we go ahead and why don't you raise your  
13 right hand? Do you solemnly swear that the  
14 testimony you're about to give is the whole truth  
15 and nothing but the truth?

16 MR. MANGELSON: Yes.

17 GAVIN MANGELSON,  
18 having been first duly sworn, was  
19 examined and testified as follows:

20 THE HEARING OFFICER: Thank you. Sorry.  
21 Please proceed.

22 MR. OLSEN: Thank you, Your Honor.

23 EXAMINATION

24 BY-MR.OLSEN:

25 Q. What is your--where are you employed?

1 A. Sorry. That was M-A-N-G-E-L-S-O-N. I'm  
2 employed by the Office of Consumer Services, 160  
3 East 300 south.

4 Q. And did you participate in a preparation  
5 of comments for Docket No. 14-057-032 that were  
6 submitted on March 5, 2015?

7 A. Yes.

8 Q. Do you have any changes to those  
9 comments?

10 A. No changes.

11 MR. OLSEN: Your Honor, we ask that they  
12 be submitted now as evidence if we could.

13 THE HEARING OFFICER: Any objection  
14 they're received?

15 MS. CLARK: No.

16 MS. SCHMID: None.

17 THE HEARING OFFICER: They're received.

18 BY MR. OLSEN:

19 Q. As part of your job, did you prepare a  
20 statement for this hearing?

21 A. Yes.

22 Q. And if you would like to give that now,  
23 please.

24 A. Thank you. The Office of Consumer  
25 Services supports the recommendation submitted by

1 the Division of Public Utilities regarding  
2 carrying charges on the various accounts of  
3 Questar Gas Company. The Office's view is that  
4 carrying charges represent interest rates and  
5 should, therefore, be commensurate with rates  
6 found in the market or depth of comparable risk  
7 and term. The Office, therefore, supports the  
8 recommendation to use an average of the AAA and  
9 BAA rates and asserts that using this carrying  
10 charge will result in just and reasonable rates.

11 The Office further supports the  
12 recommendation to review and revise rates  
13 annually.

14 MR. OLSEN: We submit that, Your Honor.

15 THE HEARING OFFICER: Are there any  
16 questions for Mr. Mangelson?

17 MS. CLARK: No.

18 MS. SCHMID: None.

19 THE HEARING OFFICER: With that, we'll  
20 turn over to Ms. Clark.

21 MS. CLARK: Thank you. The Company would  
22 call Kelly Mendenhall and ask that he be sworn.

23 THE HEARING OFFICER: Do you solemnly  
24 swear that the testimony you're about to give is  
25 the whole truth and nothing but the truth?

1 MR. MENDENHALL: Yes.

2 KELLY MENDENHALL,  
3 having been first duly sworn, was  
4 examined and testified as follows:

5 EXAMINATION

6 BY-MS.CLARK:

7 Q. Mr. Mendenhall, would you please state  
8 your full name and business address for the  
9 record?

10 A. Yes. My name is Kelly B. Mendenhall.  
11 And my business address is 333 South State Street,  
12 Salt Lake City, Utah.

13 Q. What position do you hold at Questar Gas?

14 A. I'm the Director of Regulatory Affairs.

15 Q. And did you participate and oversee in  
16 the preparation of Questar Gas Company's comments  
17 filed in this docket on March 10th of this year?

18 A. Yes, I did.

19 Q. And do you adopt those comments as your  
20 testimony today?

21 A. Yes, I do.

22 MS. CLARK: The Company would move to  
23 have these comments that were referenced into  
24 evidence in this matter.

25 THE HEARING OFFICER: Any objection

1 they're received?

2 MR. OLSEN: None.

3 THE HEARING OFFICER: They're received.

4 MS. CLARK: Thank you.

5 BY MS. CLARK:

6 Q. Mr. Mendenhall, can you please summarize  
7 the Company's response to the Division's proposal  
8 in this matter?

9 A. Certainly. In Docket 14-057-32, In the  
10 Matter of a Request for Agency Action to Review  
11 the Carrying Charges Applied to Various Questar  
12 Gas Company Account Balances, the Division of  
13 Public Utilities proposed to change the way that  
14 the carrying charge was calculated on six  
15 accounts. The six accounts are the Demand Side  
16 Management Account 182.3; the Pipeline  
17 Distribution and Integrity Account 182.4; the  
18 Passthrough Account 191; the Customer Deposit  
19 Account 235.1; the Conservation Enabling Tariff,  
20 Charge Account 191; the Energy Assistance  
21 Balancing, Charge Account 191.8; and the Extension  
22 Area Charge.

23 In this docket the Division proposed to  
24 change the carrying charge from six percent where  
25 it has been since 1995 to an average of the AAA

1 and BAA corporate interest rates updated annually.

2 The Company commends the Division for  
3 their work on this issue. And we think that this  
4 proposal will be beneficial to customers and the  
5 Company in the future. We believe that this  
6 proposal is an improvement on the current policy  
7 because the elapsed carrying charge will better  
8 match the interest rates in effect at the time.

9 The Company also believes that continuing  
10 to assess the same charge on over collected and  
11 under collected balances will result in just and  
12 reasonable interest charges for Questar Gas and  
13 for the customer.

14 The Company supports the Division's  
15 recommendation to use annually adjusted carrying  
16 charge on the Demand Side Management, Pipeline and  
17 Distribution Integrity, Passthrough Costs,  
18 Customer Deposits, Conservation Enabling Tariff,  
19 and Energy Assistance Balancing Account.

20 With the Extension Area Charge, the  
21 Company proposes to take a slightly different  
22 approach. And we would note that currently the  
23 Company isn't assessing this charge to any of its  
24 communities, so this would be--whatever the  
25 Commission approve would be really on a going



1 forward basis. But the Company is proposing that  
2 going forward, the Company--or the Commission  
3 would approve this interest rate for the Extension  
4 Area Charges on communities on a case by case  
5 basis instead of using the annually calculated  
6 carrying charge as a de facto interest rate. And  
7 this would not preclude the Commission from using  
8 the currently effective interest rate, but it  
9 would give a little more flexibility to choose an  
10 appropriate rate.

11 The Company feels that case by case  
12 analysis would be more appropriate for two  
13 reasons. First, the Commission will be approving  
14 these charges on a case by case basis anyway and  
15 there may be instances where the Commission may  
16 want to give a different or more favorable rate to  
17 a specific community or extension area. And also  
18 because interest rates will be set at the  
19 beginning of the year, there may be instances  
20 where the Company files an extension area charge  
21 at the end of the year and if interest rates  
22 change dramatically, the Commission may want to  
23 use a more refreshed interest rate in the  
24 calculation. So for these two reasons, the  
25 Company is making this proposal.

1           And as Mr. Peterson mentioned, the  
2 Division seems to be supportive of this proposal.  
3 So I believe the Company and the Division and the  
4 Office are in agreement with how these charges  
5 should be assessed going forward.

6           Now, the Company supports the July 1,  
7 2015 effective date. I would point out that we  
8 will have to make a handful of tariff changes if  
9 this is approved and so we would ask for as much  
10 prior notice as possible so that we could get  
11 those tariff changes made and approved before the  
12 July 1st effective date.

13         Q. Does that conclude your summary?

14         A. Yes, it does.

15         MS. CLARK: Mr. Mendenhall is available  
16 for further questioning.

17         MR. OLSEN: We have none, Your Honor.

18         MS. SCHMID: No questions from the  
19 Division.

20         THE HEARING OFFICER: Thank you. A  
21 couple questions. I think you started to go on my  
22 initial question, which is--and this may be a  
23 question for Questar. You kind of already alluded  
24 to your plans, but I guess my question is, you  
25 know, let's just start out with the basic concept

1 that if the Commission were to accept the  
2 recommendation, it sounds like there's consensus  
3 for both the general timing and the average of the  
4 two bond rates and that the case by case analysis  
5 from all the parties. I think that's what I  
6 heard. Mechanically, you would--upon an order by  
7 the Commission, you would file a tariff or what  
8 would be the plan?

9 MR. MENDENHALL: Yeah. So there, I  
10 believe, most of the sections that we mentioned  
11 those accounts have, you know, specific tariff  
12 sections that kind of call out the interest rates.  
13 So, basically, we would have to reword the tariff  
14 to, you know, to describe kind of what we talked  
15 about here, that the interest rate in effect will  
16 be the Commission approved interest rate. And  
17 that would be using the average of the AAA and BAA  
18 interest rates.

19 And then I guess the mechanics will be as  
20 soon as the Commission approves, we would file  
21 tariff sheets. We would make tariff filing.  
22 Commission would approve those tariff sheets. And  
23 then beginning July 1st, we would begin assessing  
24 the new interest rate on all the balances in all  
25 these accounts, so--

1 THE HEARING OFFICER: In terms of timing,  
2 is there significance tied to the July 1st date or  
3 is that tied to, like, when the average--I mean,  
4 help me understand. I mean, if that were the  
5 case, we would obviously try to strive to achieve  
6 that date, but is there a significance tied to the  
7 July 1st date?

8 MR. PETERSON: There is no particular  
9 significance other than the Division felt we would  
10 give some what we thought a reasonable time period  
11 for this process to conclude itself and assuming  
12 the Commission approves the Division's  
13 recommendation for the Company to implement the  
14 changes as Mr. Mendenhall was just discussing.

15 So if the--and at the same time, we  
16 wanted the new carrying charges to be implemented  
17 as quickly as possible so that they weren't unduly  
18 delayed. But, on the other hand, if the Company  
19 needed another 30 days or something, the Division  
20 doesn't consider that necessarily inappropriate if  
21 the Company--you know, that would work, too, so--

22 THE HEARING OFFICER: Okay. That's a  
23 helpful clarification. Getting back on the  
24 same--along the same lines of filing tariff sheet  
25 corrections--or revisions, I guess--this is just

1 something I notice in reviewing the language with  
2 regards to the application of the  
3 interest--interest--balance. In a lot of these, I  
4 notice that there's verbiage that says, you know,  
5 for example, in the CET it will say the annual  
6 interest rate was applied to the monthly balance  
7 as adjusted for the corresponding tax deferral  
8 balance in account 283. I notice that the low  
9 income account doesn't have--is there a reason for  
10 that? Or is it just--I just was curious if  
11 there's a reason for that or--

12 MR. MENDENHALL: Yeah. I think we  
13 probably just omitted it when we made these tariff  
14 changes.

15 THE HEARING OFFICER: Okay. There's  
16 no--it's probably applied the same way?

17 MR. MENDENHALL: Yeah. It's applied the  
18 exact same way. So, yeah, going forward that's  
19 probably a change we need to make in this filing  
20 would be to actually get some verbiage in there  
21 for that.

22 THE HEARING OFFICER: Okay. The other  
23 question I have--this is for you,  
24 Mr. Mendenhall--the Company's comments, I was  
25 wondering if you could elaborate on the statement

1 you made in the comments about, you know, you say  
2 the short-term--the short-term rate could arguably  
3 better match interest rates to the true nature of  
4 the account. Is there--can you elaborate further  
5 on--is there rationale--I mean, obviously, it  
6 sounds like there's consensus on this, but does  
7 the Company have an opinion as to whether  
8 short-term would be better or--

9 MR. MENDENHALL: I think--we were just  
10 basically trying to point out that there's  
11 probably a range that is acceptable. And you  
12 could make arguments probably for either one.

13 THE HEARING OFFICER: Okay.

14 MR. MENDENHALL: From a purely  
15 theoretical accounting standpoint, you might say,  
16 well, the short-term interest rate is a better  
17 match because most of these accounts are  
18 short-term in nature. But I think the Division  
19 did an excellent job in explaining why they  
20 proposed the long-term.

21 THE HEARING OFFICER: Okay.

22 MR. MENDENHALL: You know, it  
23 gives--by--the long-term rates are generally going  
24 to be a little bit higher and so that's going to  
25 give the Company an incentive to keep those

1 balances lower. I think then you would have the  
2 short-term. So all things considered, you know,  
3 it's probably a judgment call. And we're  
4 comfortable with the Division's proposal. We  
5 think it's fair for both the Company and the  
6 customers.

7 THE HEARING OFFICER: You know,  
8 certainly, there's--again, there's consensus on  
9 that, the recommendation for the combined bond  
10 rate. If the Commission were to consider the  
11 short-term for any reason, is there an idea of  
12 what that would be based on, what short-term  
13 rates, or is it just the concept in general?

14 MR. MENDENHALL: It would probably be  
15 similar to what they proposed. You know, I think  
16 they're proposing to use a publicly, you know,  
17 published 30-year corporate rate. It would be  
18 similar publicly published short-term rate based  
19 on some agreed upon index or something.

20 THE HEARING OFFICER: Okay. And so with  
21 the case by case area extension--or Extension Area  
22 Charges, the tariff, I guess we'll have to kind of  
23 see the language and see how that would  
24 mechanically work. In other words, it would say  
25 something like upon filing. I mean, is that then

1 evaluated when and if such a charge were to come?  
2 I know there's not one existing, but is that--you  
3 would have some kind of language for that or--

4 MR. MENDENHALL: Right. Well, we could  
5 either be silent on it because, I mean, typically,  
6 these extension area charges would be set up in a  
7 docket, you know, to go before the Commission and  
8 the Commission could actually rule in the docket.  
9 Or, I mean, I haven't thought a lot about it, but  
10 as I'm sitting here thinking out loud, I think,  
11 you know, maybe what we would do is put some  
12 language in there that would say the calculation  
13 for this EDC would be based on the Commission  
14 approved interest rate in the docket.

15 THE HEARING OFFICER: Okay. Did you--I  
16 wasn't sure if you had--did you have something you  
17 wanted to mention, Mr. Peterson?

18 MR. PETERSON: My counsel asked me if I  
19 wanted to comment on the short-term interest rate  
20 issue. And, at this point, I don't think I would  
21 have anything beyond what Mr. Mendenhall already  
22 said.

23 THE HEARING OFFICER: Okay. That's  
24 great. One final question, just kind of maybe  
25 curiosity, but understanding, you know, in a



1 reading in other dockets, et cetera, it's both the  
2 Division and the Office' general position that the  
3 goal of these accounts is ultimately to have them  
4 around zero percent--or not zero percent--around  
5 zero. Just wondering--you know, in looking at the  
6 Pipeline Integrity Account, we notice that it's  
7 not dropping and it's projected in the last  
8 general rate case. Was there any plans to address  
9 that from the Company's perspective or--

10 MR. MENDENHALL: Yeah. It's dropped  
11 slightly. The reason why it hasn't dropped as  
12 much is probably because we didn't amortize it as  
13 quickly as we could. I mean, historically, we've  
14 been amortizing it over a five-year period. And,  
15 in my mind, it makes more sense if we're coming in  
16 for a rate case every three years, which seems to  
17 be the trend, I would suspect in an actual rate  
18 case, you would probably see us propose a  
19 three-year amortization. And, hopefully, over,  
20 you know--over a three-year period, that should  
21 get us down to that close to zero level where our  
22 expenses and our--our actual expenses and our  
23 amortization are closely tied.

24 THE HEARING OFFICER: Okay. That's  
25 helpful. So it sounds like you folks are watching

1 it and are aware of that issue and will be  
2 addressed in the next case. Okay. Is there any  
3 other matters that need to be addressed before we  
4 adjourn from the parties?

5 MS. SCHMID: Nothing more from the  
6 Division.

7 THE HEARING OFFICER: Let me just  
8 take--can we just take a quick recess? I just  
9 want to make sure we're fine. I'll be back in  
10 just--let's go off the record.

11 (Recess taken.)

12 THE HEARING OFFICER: One final, again,  
13 mechanics question for Mr. Mendenhall. The  
14 Pipeline Integrity is not in the tariff, so would  
15 that--is the idea that the Commission would  
16 address that just in an order? Would there be a  
17 separate filing to address the interest on that  
18 account in the tariff?

19 MR. MENDENHALL: I would prefer the  
20 order, but if the Commission wants us to put a  
21 section in the tariff, we would be happy to do  
22 that.

23 THE HEARING OFFICER: So do the parties  
24 have thoughts on that one way or the other?

25 MR. OLSEN: I don't think it matters to

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25

the Office, Your Honor.

MS. SCHMID: The Division has no comment.

THE HEARING OFFICER: That was my final question. Again, if there's no other issues to address or any housekeeping matters, we're adjourned. Thank you very much.

(Hearing concluded at 9:30 a.m.)



CERTIFICATE

This is to certify that the foregoing proceedings were taken before me, NANCY A. FULLMER, a Registered Merit Reporter and Notary Public in and for the State of Utah;

That the proceeding was reported by me in stenotype and thereafter caused by me to be transcribed into typewriting, and that a full, true, and correct transcription of said testimony so taken and transcribed is set forth in the foregoing pages;

I further certify that I am not of kin or otherwise associated with any of the parties to said cause of action, and that I am not interested in the event hereof.



*Nancy A Fullmer*  
Nancy Fullmer, RMR

0

1

2





A			
<b>a.m</b> 1:10 26:7	<b>agreement</b> 17:4	<b>assessing</b> 15:23 18:23	<b>bit</b> 21:24
<b>AAA</b> 7:9 12:8 14:25	<b>ahead</b> 3:9 4:1 10:9,12	<b>Assistance</b> 8:12 14:20	<b>Board</b> 7:11
18:17	<b>alluded</b> 17:23	15:19	<b>bond</b> 7:9,15 18:4 22:9
<b>able</b> 7:23	<b>amortization</b> 24:19,23	<b>Assistant</b> 2:4,7	<b>brief</b> 5:22
<b>accept</b> 18:1	<b>amortize</b> 24:12	<b>associated</b> 27:13	<b>bring</b> 8:15
<b>acceptable</b> 21:11	<b>amortizing</b> 24:14	<b>assuming</b> 19:11	<b>Building</b> 5:1
<b>account</b> 1:4 3:6 5:9,13	<b>analysis</b> 7:7 16:12 18:4	<b>Attorney</b> 2:4,7 3:13,18	<b>business</b> 13:8,11
8:8,10,10,12 14:12,16	<b>annual</b> 7:10,14 8:13	3:18	<b>BY-MR</b> 2:16
14:17,18,19,20,21	20:5	<b>available</b> 17:15	<b>BY-MR.OLSEN</b> 10:4
15:19 20:8,9 21:4	<b>annually</b> 7:12 9:2	<b>average</b> 7:9,14,15 12:8	10:24
24:6 25:18	12:13 15:1,15 16:5	14:25 18:3,17	<b>BY-MS</b> 2:14,18
<b>accounting</b> 21:15	<b>anyway</b> 16:14	<b>average--I</b> 19:3	<b>BY-MS.CLARK</b> 13:6
<b>accounts</b> 6:17,24 7:13	<b>appearances</b> 2:1 3:10	<b>aware</b> 25:1	<b>BY-MS.SCHMID</b> 4:18
7:17 8:7 9:1 12:2	<b>appears</b> 6:22 8:1		
14:15,15 18:11,25	<b>application</b> 20:2	<b>B</b>	<b>C</b>
21:17 24:3	<b>applied</b> 1:3 3:5 5:8,13	<b>B</b> 3:23 13:10	<b>calculated</b> 14:14 16:5
<b>achieve</b> 19:5	14:11 20:6,16,17	<b>BAA</b> 7:9 12:9 15:1	<b>calculation</b> 16:24
<b>acting</b> 3:8	<b>approach</b> 15:22	18:17	23:12
<b>action</b> 1:2 3:4 5:8,12	<b>appropriate</b> 4:5 6:10	<b>back</b> 19:23 25:9	<b>call</b> 12:22 18:12 22:3
14:10 27:14	16:10,12	<b>balance</b> 20:6,8	<b>carrying</b> 1:3 3:5 5:8,12
<b>actual</b> 24:17,22	<b>approve</b> 15:25 16:3	<b>balances</b> 1:4 3:6 5:9,14	6:2,5,7,9,16,18,19,21
<b>address</b> 4:22,25 13:8	18:22	14:12 15:11 18:24	7:2,3,17 8:3,17,25
13:11 24:8 25:16,17	<b>approved</b> 17:9,11	22:1	12:2,4,9 14:11,14,24
26:5	18:16 23:14	<b>Balancing</b> 8:12 14:21	15:7,15 16:6 19:16
<b>addressed</b> 25:2,3	<b>approves</b> 18:20 19:12	15:19	<b>case</b> 8:4,4 16:4,4,11,11
<b>adjourn</b> 25:4	<b>approving</b> 16:13	<b>based</b> 7:6,14 8:25	16:14,14 18:4,4 19:5
<b>adjourned</b> 26:6	<b>April</b> 1:9	22:12,18 23:13	22:21,21 24:8,16,18
<b>adjusted</b> 7:4,12 9:1	<b>are--</b> 9:12	<b>basic</b> 17:25	25:2
15:15 20:7	<b>area</b> 8:4,14 14:22	<b>basically</b> 18:13 21:10	<b>cause</b> 27:14
<b>adjusting</b> 7:11	15:20 16:4,17,20	<b>basis</b> 8:4 16:1,5,14	<b>caused</b> 27:7
<b>adjustment</b> 7:20 8:13	22:21,21 23:6	<b>be--whatever</b> 15:24	<b>certainly</b> 14:9 22:8
<b>administrative</b> 9:5,9	<b>arguably</b> 21:2	<b>beginning</b> 8:13 16:19	<b>CERTIFICATE</b> 27:1
<b>adopt</b> 5:19 13:19	<b>arguments</b> 21:12	18:23	<b>certify</b> 27:2,12
<b>adopted</b> 7:11	<b>arises</b> 8:15	<b>behalf</b> 3:23 5:2	<b>CET</b> 8:11 20:5
<b>Affairs</b> 13:14	<b>asked</b> 23:18	<b>believe</b> 8:19 15:5 17:3	<b>cetera</b> 24:1
<b>Agency</b> 1:2 3:4 5:7,12	<b>asking</b> 9:9,15	18:10	<b>change</b> 14:13,24 16:22
14:10	<b>asserts</b> 12:9	<b>believes</b> 7:3 9:2 15:9	20:19
<b>agreed</b> 22:19	<b>assess</b> 15:10	<b>beneficial</b> 15:4	<b>changes</b> 5:16 8:20 11:8
	<b>assessed</b> 8:4 17:5	<b>better</b> 15:7 21:3,8,16	11:10 17:8,11 19:14
		<b>beyond</b> 23:21	20:14

<p><b>charge</b> 7:17 8:3,17,25 12:10 14:14,20,21,22 14:24 15:7,10,16,20 15:23 16:6,20 23:1</p> <p><b>charges</b> 1:3 3:5 5:8,12 6:2,5,7,9,16,18,19,22 7:2,4 8:4 12:2,4 14:11 15:12 16:4,14 17:4 19:16 22:22 23:6</p> <p><b>Charles</b> 2:13 3:16 4:14 4:23</p> <p><b>choose</b> 16:9</p> <p><b>City</b> 1:8 2:5,8,11 5:1 13:12</p> <p><b>clarification</b> 19:23</p> <p><b>Clark</b> 2:9,18 3:22,22 9:19,24 11:15 12:17 12:20,21 13:22 14:4,5 17:15</p> <p><b>close</b> 24:21</p> <p><b>closely</b> 24:23</p> <p><b>collected</b> 15:10,11</p> <p><b>combined</b> 22:9</p> <p><b>come</b> 23:1</p> <p><b>comfortable</b> 22:4</p> <p><b>coming</b> 24:15</p> <p><b>commends</b> 15:2</p> <p><b>commensurate</b> 12:5</p> <p><b>comment</b> 23:19 26:2</p> <p><b>comments</b> 11:5,9 13:16 13:19,23 20:24 21:1</p> <p><b>Commission</b> 1:1,7 3:3 6:1,11,12 9:5,7 15:25 16:2,7,13,15,22 18:1 18:7,16,20,22 19:12 22:10 23:7,8,13 25:15 25:20</p> <p><b>communities</b> 15:24</p>	<p>16:4</p> <p><b>community</b> 16:17</p> <p><b>Company</b> 1:3 2:9,10 3:6,23 5:9,13 6:15 8:1,6,15 12:3,21 13:22 14:12 15:2,5,9 15:14,21,23 16:1,11 16:20,25 17:3,6 19:13 19:18 21:7,25 22:5</p> <p><b>Company's</b> 3:24 13:16 14:7 20:24 24:9</p> <p><b>Company--or</b> 16:2</p> <p><b>Company--you</b> 19:21</p> <p><b>comparable</b> 12:6</p> <p><b>compile</b> 7:23</p> <p><b>completes</b> 8:18</p> <p><b>concept</b> 17:25 22:13</p> <p><b>conclude</b> 17:13 19:11</p> <p><b>concluded</b> 26:7</p> <p><b>conditions</b> 6:6 7:5</p> <p><b>conference</b> 6:13,14</p> <p><b>consensus</b> 18:2 21:6 22:8</p> <p><b>consequently</b> 6:10</p> <p><b>Conservation</b> 14:19 15:18</p> <p><b>consider</b> 19:20 22:10</p> <p><b>consideration</b> 3:4 6:17</p> <p><b>considered</b> 22:2</p> <p><b>consistent</b> 6:25 7:2</p> <p><b>consultant</b> 4:25</p> <p><b>Consumer</b> 2:6 3:20 11:2,24</p> <p><b>continue</b> 6:9</p> <p><b>continuing</b> 15:9</p> <p><b>corporate</b> 15:1 22:17</p> <p><b>correct</b> 27:9</p> <p><b>corrections</b> 5:16</p> <p><b>corrections--or</b> 19:25</p>	<p><b>corresponding</b> 20:7</p> <p><b>Costs</b> 8:10 15:17</p> <p><b>counsel</b> 23:18</p> <p><b>couple</b> 17:21</p> <p><b>curiosity</b> 23:25</p> <p><b>curious</b> 20:10</p> <p><b>current</b> 6:6 7:5 15:6</p> <p><b>currently</b> 6:19 15:22 16:8</p> <p><b>customer</b> 8:11 14:18 15:13,18</p> <p><b>customers</b> 15:4 22:6</p> <hr/> <p style="text-align: center;"><b>D</b></p> <hr/> <p><b>date</b> 1:9 7:21 17:7,12 19:2,6,7</p> <p><b>dated</b> 6:5 7:8</p> <p><b>dated--memorandum</b> 7:8</p> <p><b>days</b> 19:19</p> <p><b>de</b> 16:6</p> <p><b>December</b> 6:3</p> <p><b>deferral</b> 20:7</p> <p><b>delayed</b> 19:18</p> <p><b>Demand</b> 8:8 14:15 15:16</p> <p><b>Deposit</b> 14:18</p> <p><b>Deposits</b> 8:11 15:18</p> <p><b>depth</b> 12:6</p> <p><b>describe</b> 18:14</p> <p><b>described</b> 7:7 9:6</p> <p><b>different</b> 6:21,24 15:21 16:16</p> <p><b>Director</b> 13:14</p> <p><b>discussed</b> 6:17 7:2</p> <p><b>discussing</b> 19:14</p> <p><b>Distribution</b> 8:9 14:17 15:17</p> <p><b>Division</b> 2:3 3:14 4:5 4:24 5:3 6:1,3,11,22</p>	<p>7:1,6,16,21 8:5,6 9:2 9:4 12:1 14:12,23 15:2 17:2,3,19 19:9 19:19 21:18 24:2 25:6 26:2</p> <p><b>Division's</b> 3:15 4:4,9 5:6,10 7:25 8:2,7 14:7 15:14 19:12 22:4</p> <p><b>docket</b> 1:2 3:6 5:3,10 5:14 6:2,4,12 11:5 13:17 14:9,23 23:7,8 23:14</p> <p><b>dockets</b> 24:1</p> <p><b>dramatically</b> 16:22</p> <p><b>dropped</b> 24:10,11</p> <p><b>dropping</b> 24:7</p> <p><b>duly</b> 4:15 10:18 13:3</p> <hr/> <p style="text-align: center;"><b>E</b></p> <hr/> <p><b>E</b> 2:3,13 3:12,16 4:14 4:23</p> <p><b>East</b> 1:8 2:4,7 11:3</p> <p><b>EDC</b> 23:13</p> <p><b>effect</b> 15:8 18:15</p> <p><b>effective</b> 16:8 17:7,12</p> <p><b>either</b> 21:12 23:5</p> <p><b>elaborate</b> 20:25 21:4</p> <p><b>elapsed</b> 15:7</p> <p><b>employed</b> 4:24 10:25 11:2</p> <p><b>employer</b> 4:21</p> <p><b>employment</b> 10:6</p> <p><b>Enabling</b> 14:19 15:18</p> <p><b>Energy</b> 8:11 14:20 15:19</p> <p><b>entitled</b> 5:7,11</p> <p><b>establish</b> 8:16,24</p> <p><b>established</b> 6:20,23 et 24:1</p>
--	---	---	---



<p><b>evaluated</b> 23:1 <b>event</b> 27:15 <b>evidence</b> 9:10 11:12 13:24 <b>exact</b> 20:18 <b>EXAMINATION</b> 2:12 2:14,16,18 4:17 10:3 10:23 13:5 <b>examined</b> 4:16 10:19 13:4 <b>example</b> 20:5 <b>excellent</b> 21:19 <b>existing</b> 23:2 <b>expenses</b> 24:22,22 <b>explaining</b> 21:19 <b>extended</b> 8:3 <b>extension</b> 8:14 14:21 15:20 16:3,17,20 22:21 23:6 <b>extension--or</b> 22:21</p> <hr/> <p style="text-align: center;"><b>F</b></p> <hr/> <p><b>facto</b> 16:6 <b>fair</b> 22:5 <b>favorable</b> 16:16 <b>February</b> 5:7 7:8 <b>Federal</b> 7:10 <b>feels</b> 16:11 <b>felt</b> 6:4 19:9 <b>file</b> 18:7,20 <b>filed</b> 5:6,11 9:6 13:17 <b>files</b> 16:20 <b>filing</b> 18:21 19:24 20:19 22:25 25:17 <b>final</b> 23:24 25:12 26:3 <b>fine</b> 25:9 <b>first</b> 4:15 10:9,18 13:3 16:13 <b>five-year</b> 24:14 <b>fixed</b> 6:7,19</p>	<p><b>flexibility</b> 16:9 <b>Floor</b> 2:7 <b>folks</b> 24:25 <b>follows</b> 4:16 10:19 13:4 <b>foregoing</b> 27:2,11 <b>forth</b> 27:10 <b>forward</b> 7:18 8:16 16:1 16:2 17:5 20:18 <b>found</b> 12:6 <b>full</b> 13:8 27:8 <b>Fullmer</b> 1:11 27:4,16 <b>further</b> 12:11 17:16 21:4 27:12 <b>future</b> 8:15 15:5</p> <hr/> <p style="text-align: center;"><b>G</b></p> <hr/> <p><b>Gas</b> 1:3 2:9,10 3:6 5:9 5:13 12:3 13:13,16 14:12 15:12 <b>Gavin</b> 2:15 3:21 10:7 10:17 <b>general</b> 2:4,7 3:18 18:3 22:13 24:2,8 <b>General's</b> 3:13,19 <b>generally</b> 8:1 21:23 <b>Getting</b> 19:23 <b>give</b> 4:11 10:14 11:22 12:24 16:9,16 19:10 21:25 <b>gives--by--the</b> 21:23 <b>giving</b> 7:21 <b>go</b> 3:9 4:1 10:8,12 17:21 23:7 25:10 <b>goal</b> 24:3 <b>going</b> 7:18 15:25 16:2 17:5 20:18 21:23,24 <b>Good</b> 3:2 4:19 <b>great</b> 23:24 <b>guess</b> 17:24 18:19 22:22</p>	<p><b>guess--this</b> 19:25</p> <hr/> <p style="text-align: center;"><b>H</b></p> <hr/> <p><b>had--did</b> 23:16 <b>hand</b> 10:13 19:18 <b>handful</b> 17:8 <b>happy</b> 25:21 <b>have--is</b> 20:9 <b>have--this</b> 20:23 <b>heard</b> 18:6 <b>hearing</b> 1:5,7 2:2 3:2,8 3:25 4:10 9:8,12,14 9:16,20,25 10:8,11,20 11:13,17,20 12:15,19 12:23 13:25 14:3 17:20 19:1,22 20:15 20:22 21:13,21 22:7 22:20 23:15,23 24:24 25:7,12,23 26:3,7 <b>Heber</b> 5:1 <b>held</b> 6:13 <b>Hello</b> 4:20 <b>help</b> 8:22 19:4 <b>helpful</b> 19:23 24:25 <b>higher</b> 21:24 <b>historically</b> 24:13 <b>history</b> 6:18 <b>hold</b> 13:13 <b>Honor</b> 10:22 11:11 12:14 17:17 26:1 <b>hopefully</b> 24:19 <b>housekeeping</b> 4:2 26:5</p> <hr/> <p style="text-align: center;"><b>I</b></p> <hr/> <p><b>idea</b> 22:11 25:15 <b>implement</b> 7:23 19:13 <b>implemented</b> 7:18 19:16 <b>improvement</b> 15:6 <b>inappropriate</b> 19:20</p>	<p><b>incentive</b> 21:25 <b>income</b> 20:9 <b>index</b> 2:12 22:19 <b>information</b> 6:16 <b>initial</b> 8:18 17:22 <b>instances</b> 16:15,19 <b>Integrity</b> 8:9 14:17 15:17 24:6 25:14 <b>interest</b> 6:20,23 7:22 8:20,25 9:3 12:4 15:1 15:8,12 16:3,6,8,18 16:21,23 18:12,15,16 18:18,24 20:6 21:3,16 23:14,19 25:17 <b>interest--interest--ba...</b> 20:3 <b>interested</b> 27:14 <b>investigate</b> 6:2 <b>is--and</b> 17:22 <b>issue</b> 15:3 23:20 25:1 <b>issues</b> 26:4</p> <hr/> <p style="text-align: center;"><b>J</b></p> <hr/> <p><b>January</b> 6:14,15 <b>Jennifer</b> 2:9 3:22 <b>job</b> 11:19 21:19 <b>Jordan</b> 2:2 3:7 <b>judgment</b> 22:3 <b>July</b> 7:19 17:6,12 18:23 19:2,7 <b>just--I</b> 20:10 <b>just--let's</b> 25:10</p> <hr/> <p style="text-align: center;"><b>K</b></p> <hr/> <p><b>keep</b> 21:25 <b>Kelly</b> 2:17 3:23 12:22 13:2,10 <b>kin</b> 27:12 <b>kind</b> 17:23 18:12,14 22:22 23:3,24</p>
--	--	---	--

<p><b>know</b> 17:25 18:11,14 19:21 20:4 21:1,22 22:2,7,15,16 23:2,7 23:11,25 24:5 <b>know--over</b> 24:20</p> <hr/> <p style="text-align: center;"><b>L</b></p> <hr/> <p><b>Lake</b> 1:8 2:5,8,11 5:1 13:12 <b>language</b> 20:1 22:23 23:3,12 <b>lead</b> 4:6 <b>let's</b> 17:25 <b>level</b> 24:21 <b>light</b> 6:6 <b>lines</b> 19:24 <b>little</b> 16:9 21:24 <b>long-term</b> 21:20,23 <b>looking</b> 24:5 <b>lot</b> 20:3 23:9 <b>loud</b> 23:10 <b>low</b> 20:8 <b>lower</b> 22:1</p> <hr/> <p style="text-align: center;"><b>M</b></p> <hr/> <p><b>M-A-N-G-E-L-S-O-N</b> 11:1 <b>making</b> 16:25 <b>Management</b> 8:8 14:16 15:16 <b>Mangelson</b> 2:15 3:21 10:5,7,16,17 12:16 <b>March</b> 5:11 7:20,20 11:6 13:17 <b>market</b> 6:6 7:5 8:25 12:6 <b>match</b> 15:8 21:3,17 <b>matter</b> 1:2 13:24 14:8 14:10 <b>matters</b> 4:2 25:3,25</p>	<p>26:5 <b>mean</b> 19:3,4 21:5 22:25 23:5,9 24:13 <b>mechanically</b> 18:6 22:24 <b>mechanics</b> 18:19 25:13 <b>memoranda</b> 7:3,7 <b>memorandum</b> 5:6,11 8:1,7 <b>memorandums</b> 5:17 5:19 9:6 <b>Mendenhall</b> 2:17 3:23 12:22 13:1,2,7,10 14:6 17:15 18:9 19:14 20:12,17 21:9 21:14,22 22:14 23:4 23:21 24:10 25:13,19 <b>Mendenhall--the</b> 20:24 <b>mention</b> 23:17 <b>mentioned</b> 17:1 18:10 <b>merely</b> 6:24 <b>Merit</b> 27:4 <b>mind</b> 24:15 <b>monthly</b> 20:6 <b>morning</b> 3:2 4:19 <b>move</b> 13:22</p> <hr/> <p style="text-align: center;"><b>N</b></p> <hr/> <p><b>name</b> 3:7 4:23 10:6 13:8,10 <b>Nancy</b> 1:11 27:3,16 <b>nature</b> 21:3,18 <b>necessarily</b> 19:20 <b>need</b> 20:19 25:3 <b>needed</b> 6:5 19:19 <b>Nelson</b> 2:9 3:22 <b>new</b> 7:17,24 18:24 19:16 <b>no--it's</b> 20:16 <b>Notary</b> 27:4</p>	<p><b>note</b> 15:22 <b>notice</b> 9:5,9 17:10 20:1 20:4,8 24:6 <b>noticed</b> 3:3</p> <hr/> <p style="text-align: center;"><b>O</b></p> <hr/> <p><b>objection</b> 9:17 11:13 13:25 <b>obviously</b> 19:5 21:5 <b>Office</b> 2:6 3:13,17,19 3:19,21 11:2,24 12:7 12:11 17:4 26:1 <b>Office'</b> 24:2 <b>Office's</b> 12:3 <b>officer</b> 2:2 3:2,8,25 4:10 9:8,12,14,16,20 9:25 10:8,11,20 11:13 11:17 12:15,19,23 13:25 14:3 17:20 19:1,22 20:15,22 21:13,21 22:7,20 23:15,23 24:24 25:7 25:12,23 26:3 <b>Oh</b> 10:10 <b>okay</b> 4:6,6,23 9:14,16 10:9,11 19:22 20:15 20:22 21:13,21 22:20 23:15,23 24:24 25:2 <b>Olsen</b> 2:6 3:17,17 9:23 10:1,2,10,22 11:11,18 12:14 14:2 17:17 25:25 <b>omitted</b> 20:13 <b>on--is</b> 21:5 <b>open</b> 6:2,4,12 <b>opinion</b> 21:7 <b>opposed</b> 7:1 8:5 <b>or--</b> 20:11 21:8 23:3 24:9 <b>order</b> 18:6 25:16,20</p>	<p><b>OSLEN</b> 2:16 <b>our--our</b> 24:22 <b>oversee</b> 13:15</p> <hr/> <p style="text-align: center;"><b>P</b></p> <hr/> <p><b>PAGE</b> 2:13 <b>pages</b> 27:11 <b>part</b> 5:5 11:19 <b>participate</b> 5:2 11:4 13:15 <b>particular</b> 19:8 <b>parties</b> 7:21 18:5 25:4 25:23 27:13 <b>Passthrough</b> 8:10 14:18 15:17 <b>Patricia</b> 2:3 3:12 <b>percent</b> 6:20,23 7:16 8:14 14:24 <b>percent--around</b> 24:4 <b>percent--or</b> 24:4 <b>period</b> 19:10 24:14,20 <b>perspective</b> 24:9 <b>Peterson</b> 2:13 3:16 4:13,14,19,23 8:19 9:22 17:1 19:8 23:17 23:18 <b>petitioned</b> 6:1 <b>Pipeline</b> 8:9 14:16 15:16 24:6 25:14 <b>place</b> 3:3 6:8 <b>plan</b> 18:8 <b>plans</b> 17:24 24:8 <b>please</b> 4:9,21 5:25 10:5 10:6,21 11:23 13:7 14:6 <b>point</b> 17:7 21:10 23:20 <b>policy</b> 15:6 <b>position</b> 13:13 24:2 <b>possible</b> 17:10 19:17 <b>preclude</b> 16:7</p>
---	---	--	---

<p><b>prefer</b> 25:19  <b>preparation</b> 5:6 11:4  13:16  <b>prepare</b> 5:5 11:19  <b>presented</b> 6:15  <b>presiding</b> 3:8  <b>previous</b> 7:22  <b>previously</b> 9:6  <b>prior</b> 17:10  <b>probably</b> 20:13,16,19  21:11,12 22:3,14  24:12,18  <b>procedure</b> 6:8  <b>proceed</b> 4:1,2 5:25  10:21  <b>proceeding</b> 4:3 27:6  <b>proceedings</b> 1:5 3:1  27:3  <b>process</b> 9:3 19:11  <b>projected</b> 24:7  <b>proposal</b> 7:6 8:2 14:7  15:4,6 16:25 17:2  22:4  <b>propose</b> 8:6 24:18  <b>proposed</b> 14:13,23  21:20 22:15  <b>proposes</b> 7:16 15:21  <b>proposing</b> 16:1 22:16  <b>provide</b> 5:23  <b>public</b> 1:1,7 2:3 3:14  4:24 8:20 9:3 12:1  14:13 27:5  <b>publicly</b> 22:16,18  <b>published</b> 22:17,18  <b>purely</b> 21:14  <b>put</b> 23:11 25:20</p> <hr/> <p style="text-align: center;"><b>Q</b></p> <p><b>Questar</b> 1:3 2:9,10 3:5  5:9,13 12:3 13:13,16</p>	<p>14:11 15:12 17:23  <b>question</b> 17:22,23,24  20:23 23:24 25:13  26:4  <b>questioning</b> 17:16  <b>questions</b> 9:22,23  12:16 17:18,21  <b>quick</b> 25:8  <b>quickly</b> 19:17 24:13</p> <hr/> <p style="text-align: center;"><b>R</b></p> <p><b>raise</b> 10:12  <b>range</b> 21:11  <b>rate</b> 6:20,20,23 7:10,11  7:14,17,24 8:13,25  16:3,6,8,10,16,23  18:15,16,24 20:6 21:2  21:16 22:10,17,18  23:14,19 24:8,16,17  <b>rates</b> 7:22 8:23 12:4,5  12:9,10,12 15:1,8  16:18,21 18:4,12,18  21:3,23 22:13  <b>ratings</b> 7:15  <b>rationale--I</b> 21:5  <b>reading</b> 24:1  <b>really</b> 15:25  <b>reason</b> 6:3 20:9,11  22:11 24:11  <b>reasonable</b> 8:23,24  12:10 15:12 19:10  <b>reasons</b> 16:13,24  <b>received</b> 9:10,18,21  11:14,17 14:1,3  <b>receiving--rather</b> 9:17  <b>recess</b> 25:8,11  <b>recommendation</b>  11:25 12:8,12 15:15  18:2 19:13 22:9  <b>record</b> 4:22 10:6 13:9</p>	<p>25:10  <b>referenced</b> 13:23  <b>reflect</b> 7:5  <b>refreshed</b> 16:23  <b>regarding</b> 6:16 12:1  <b>regards</b> 20:2  <b>Registered</b> 27:4  <b>regularly</b> 6:8 7:4,11  <b>Regulatory</b> 13:14  <b>remarks</b> 8:18  <b>reported</b> 7:10 27:6  <b>Reporter</b> 1:11 27:4  <b>represent</b> 12:4  <b>representing</b> 3:14,19  <b>representing--or</b> 3:18  <b>request</b> 1:2 3:4 4:4 5:7  5:11 6:11 9:4 14:10  <b>Reserve</b> 7:10  <b>respect</b> 4:3  <b>response</b> 7:25 14:7  <b>result</b> 8:22 12:10 15:11  <b>review</b> 1:2 3:5 5:8,12  6:6 7:22 12:12 14:10  <b>reviewed</b> 7:4  <b>reviewing</b> 6:8 20:1  <b>revise</b> 12:12  <b>revisions</b> 19:25  <b>reword</b> 18:13  <b>Rex</b> 2:6 3:17  <b>right</b> 10:13 23:4  <b>risk</b> 12:6  <b>RMR</b> 1:11 27:16  <b>Room</b> 1:7  <b>rule</b> 23:8</p> <hr/> <p style="text-align: center;"><b>S</b></p> <p><b>Salt</b> 1:8 2:5,8,11 5:1  13:12  <b>same--along</b> 19:24  <b>says</b> 20:4</p>	<p><b>scheduling</b> 6:13  <b>Schmid</b> 2:3,14 3:11,12  3:13 4:7,8 9:4,11,13  9:15 11:16 12:18  17:18 25:5 26:2  <b>section</b> 25:21  <b>sections</b> 18:10,12  <b>see</b> 22:23,23 24:18  <b>sense</b> 24:15  <b>separate</b> 25:17  <b>Service</b> 1:1,7  <b>Services</b> 2:6 3:20 11:2  11:25  <b>set</b> 6:19 16:18 23:6  27:10  <b>sheet</b> 19:24  <b>sheets</b> 18:21,22  <b>short-term</b> 21:2,8,16  21:18 22:2,11,12,18  23:19  <b>short-term--the</b> 21:2  <b>Side</b> 8:8 14:15 15:16  <b>significance</b> 19:2,6,9  <b>silent</b> 23:5  <b>similar</b> 22:15,18  <b>sitting</b> 23:10  <b>situation</b> 8:14  <b>six</b> 6:19,23 14:14,15,24  <b>slightly</b> 15:21 24:11  <b>so--</b> 18:25 19:21  <b>solemnly</b> 4:10 10:13  12:23  <b>soon</b> 18:20  <b>Sorry</b> 10:20 11:1  <b>sounds</b> 18:2 21:6 24:25  <b>south</b> 1:8 2:4,7,10 11:3  13:11  <b>specific</b> 8:16 16:17  18:11</p>
---	---	---	--

<p><b>specifically</b> 8:8  <b>standpoint</b> 21:15  <b>start</b> 3:9,10 17:25  <b>started</b> 17:21  <b>state</b> 2:10 4:21 10:5  13:7,11 27:5  <b>statement</b> 11:20 20:25  <b>stenotype</b> 27:7  <b>Street</b> 2:10 13:11  <b>strive</b> 19:5  <b>subject</b> 8:12  <b>submit</b> 12:14  <b>submitted</b> 11:6,12,25  <b>subsequent</b> 7:19  <b>suggestion</b> 8:5  <b>summarize</b> 14:6  <b>summary</b> 5:22 17:13  <b>supportive</b> 8:2 17:2  <b>supports</b> 11:25 12:7,11  15:14 17:6  <b>sure</b> 6:9 23:16 25:9  <b>suspect</b> 24:17  <b>swear</b> 4:11 10:9,13  12:24  <b>sworn</b> 4:9,15 10:18  12:22 13:3</p> <hr/> <p style="text-align: center;"><b>T</b></p> <p><b>take</b> 9:5 15:21 25:8  <b>take--can</b> 25:8  <b>taken</b> 1:7 25:11 27:3  27:10  <b>talked</b> 18:14  <b>tariff</b> 14:19 15:18 17:8  17:11 18:7,11,13,21  18:21,22 19:24 20:13  22:22 25:14,18,21  <b>tax</b> 20:7  <b>technical</b> 4:25 6:14  <b>tended</b> 6:7</p>	<p><b>term</b> 12:7  <b>terms</b> 19:1  <b>testified</b> 4:16 10:19  13:4  <b>testimony</b> 4:11 5:20  10:14 12:24 13:20  27:9  <b>Thank</b> 3:12 4:8 9:24  9:25 10:2,20,22 11:24  12:21 14:4 17:20  26:6  <b>Thanks</b> 3:25  <b>that--is</b> 25:15  <b>that--you</b> 23:2  <b>the--and</b> 19:15  <b>theoretical</b> 21:15  <b>there's--again</b> 22:8  <b>there--can</b> 21:4  <b>thereof</b> 27:15  <b>things</b> 22:2  <b>think</b> 15:3 17:21 18:5  20:12 21:18 22:1,5,15  23:10,20 25:25  <b>think--we</b> 21:9  <b>thinking</b> 4:3 23:10  <b>thought</b> 4:5 19:10 23:9  <b>thoughts</b> 25:24  <b>three</b> 24:16  <b>three-year</b> 24:19,20  <b>tied</b> 19:2,3,6 24:23  <b>time</b> 1:10 3:3 6:24 7:21  8:17 15:8 19:10,15  <b>times</b> 6:21  <b>timing</b> 18:3 19:1  <b>today</b> 5:20 13:20  <b>transcribed</b> 27:8,10  <b>transcription</b> 27:9  <b>trend</b> 24:17  <b>true</b> 21:3 27:9</p>	<p><b>truth</b> 4:12,12 10:14,15  12:25,25  <b>try</b> 19:5  <b>trying</b> 21:10  <b>turn</b> 10:1 12:20  <b>two</b> 7:15 9:6 16:12,24  18:4  <b>typewriting</b> 27:8  <b>typically</b> 23:5</p> <hr/> <p style="text-align: center;"><b>U</b></p> <p><b>ultimately</b> 24:3  <b>understand</b> 19:4  <b>understanding</b> 23:25  <b>unduly</b> 19:17  <b>updated</b> 15:1  <b>use</b> 12:8 15:15 16:23  22:16  <b>Utah</b> 1:1,8 2:5,8,11 5:1  13:12 27:5  <b>Utilities</b> 2:3 3:14 4:24  12:1 14:13</p> <hr/> <p style="text-align: center;"><b>V</b></p> <p><b>various</b> 1:3 3:5 5:9,13  6:17,21 9:1 12:2  14:11  <b>verbiage</b> 20:4,20  <b>view</b> 12:3</p> <hr/> <p style="text-align: center;"><b>W</b></p> <p><b>W</b> 2:6  <b>want</b> 10:8 16:16,22  25:9  <b>wanted</b> 19:16 23:17,19  <b>wants</b> 25:20  <b>wasn't</b> 23:16  <b>watching</b> 24:25  <b>way</b> 14:13 20:16,18  25:24</p>	<p><b>we'll</b> 3:10 12:19 22:22  <b>we're</b> 22:3 24:15 25:9  26:5  <b>we've</b> 24:13  <b>Wednesday</b> 1:9  <b>Wells</b> 5:1  <b>weren't</b> 19:17  <b>White</b> 2:2 3:7  <b>wished</b> 6:4 8:3  <b>witness</b> 2:13 3:15,20  3:24 4:9  <b>witnesses</b> 4:4  <b>wondering</b> 20:25  <b>wondering--you</b> 24:5  <b>words</b> 22:24  <b>work</b> 4:22 15:3 19:21  22:24  <b>would--upon</b> 18:6</p> <hr/> <p style="text-align: center;"><b>X</b></p> <hr/> <p style="text-align: center;"><b>Y</b></p> <p><b>yeah</b> 10:10,11 18:9  20:12,17,18 24:10  <b>year</b> 7:18,22 13:17  16:19,21  <b>years</b> 7:19 24:16  <b>yields</b> 7:9  <b>you--I</b> 23:15  <b>your--where</b> 10:25</p> <hr/> <p style="text-align: center;"><b>Z</b></p> <p><b>zero</b> 24:4,4,5,21</p> <hr/> <p style="text-align: center;"><b>0</b></p> <hr/> <p style="text-align: center;"><b>1</b></p> <p><b>1</b> 17:6  <b>10</b> 2:16  <b>10th</b> 13:17</p>
--	--	--	--

Hearing Proceedings

<b>13</b> 2:18 6:14	<b>7</b>		
<b>14-057-032</b> 11:5			
<b>14-057-32</b> 1:2 3:7 5:10	<b>8</b>		
5:14 14:9	<b>8</b> 1:9		
<b>160</b> 1:8 2:4,7 11:2	<b>84114</b> 2:5,8		
<b>182.3</b> 8:9 14:16	<b>84145-0433</b> 2:11		
<b>182.4</b> 8:10 14:17			
<b>191</b> 8:10,11 14:18,20	<b>9</b>		
<b>191.8</b> 8:12 14:21	<b>9:01</b> 1:10		
<b>1995</b> 14:25	<b>9:30</b> 26:7		
<b>1st</b> 7:19,20,20 17:12			
18:23 19:2,7			
<b>2</b>			
<b>2014</b> 6:3 7:15			
<b>2015</b> 1:9 5:7,11 6:14,15			
11:6 17:7			
<b>235.1</b> 8:11 14:19			
<b>24</b> 5:7,11			
<b>24th</b> 7:8			
<b>26</b> 6:15			
<b>283</b> 20:8			
<b>3</b>			
<b>30</b> 19:19			
<b>30-year</b> 22:17			
<b>300</b> 1:8 2:4,7 11:3			
<b>31</b> 6:3			
<b>333</b> 2:10 13:11			
<b>4</b>			
<b>42</b> :14			
<b>4.51</b> 7:16 8:14			
<b>403</b> 1:7			
<b>5</b>			
<b>5</b> 11:6			
<b>5th</b> 2:7			
<b>6</b>			

50 West Broadway, Suite 900, Salt Lake City, UT 84101  
801-983-2180

