

Docket No. 19-057-02

Exhibit (OCS-3.11)

DOMINION ENERGY UTAH							
DOCKET NO. 19-057-02							
FORECASTED TEST YEAR ENDED MARCH 31, 2020							
FINANCIAL METRICS							
COMPANY REQUESTED CAPITAL STRUCTURE COST RATES AND RETURN							
DESCRIPTION	CAPITAL	RATIO	COST RATE	WEIGHTED COST	RETURN	WEIGHTED COST w/FIT GROSS UP @ 21%	RETURN W/FIT GROSS UP @ 21%
LONG TERM DEBT	\$817,296,278	45.00%	4.34%	1.953%	\$35,470,658	1.953%	\$35,470,658
COMMON EQUITY	\$998,917,673	55.00%	10.50%	5.775%	\$104,886,356	7.310%	\$132,767,539
TOTAL CAPITAL	\$1,816,213,951	100.00%		7.728%	\$140,357,014	9.263%	\$168,238,197
RATE BASE			\$1,816,213,951				

PER COMPANY WITNESS S. SOONG TESTIMONY MARCH 31, 2019 CAPITAL STRUCTURE

DIRECT TESTIMONY D. BLAIR RATE BASE PER SCHEDULE DAB-1-001 REVENUE REQUIREMENTS

ALTERNATIVE COST OF CAPITAL WITH RETURN EQUITY@ 9.20%

DESCRIPTION	CAPITAL	RATIO	COST RATE	WEIGHTED COST	RETURN	WEIGHTED COST w/FIT	RETURN W/FIT
LONG TERM DEBT	\$817,296,278	45.00%	4.340%	1.953%	\$35,470,658	1.953%	\$35,470,658
COMMON EQUITY	\$998,917,673	55.00%	9.100%	5.005%	\$90,901,508	6.335%	\$115,065,200
TOTAL CAPITAL	\$1,816,213,951	100.00%		6.958%	\$126,372,167	8.288%	\$150,535,859
RATE BASE			\$1,816,213,951		(\$13,984,847)		(\$17,702,339)

PER COMPANY WITNESS S. SOONG TESTIMONY DECEMBER 31, 2018 CAPITAL STRUCTURE

DIRECT TESTIMONY D. BLAIR RATE BASE PER SCHEDULE DAB-1-001 REVENUE REQUIREMENTS

LINE NO.	DESCRIPTION	A COMPANY REQUESTED Capital Structure & 10.35% ROE	B alt. Capital Structure ROE ADJUSTED TO 9.20%	C Difference	SOURCES COL. A	SOURCES COL. B
1	RATE BASE	\$1,816,213,951	\$1,816,213,951		COMPANY FILING DEU EXHIBIT 4.06, PAGE 1 OF 2, LINE 49	COMPANY FILING DEU EXHIBIT 4.06, PAGE 1 OF 2, LINE 49
2	RATE OF RETURN	7.728%	6.958%		COMPANY FILING WITNESS HEVERT & STEPHENSON DIRECT TESTIMONY	LAWTON TESTIMONY RECOMMENDATION
3	RETURN	\$140,357,014	\$126,372,167	(\$13,984,847)	LINE 1 TIMES LINE2	LINE 1 TIMES LINE2
4	DEPRECIATION & AMOTIZ.	\$85,423,490	\$85,423,490	\$0	COMPANY FILING DEU EXHIBIT 4.06, PAGE 1 OF 2, LINE 21	COMPANY FILING DEU EXHIBIT 4.06, PAGE 1 OF 2, LINE 21
5	EARNINGS BEFORE INTEREST, DEPREC, AMORT (EBIDA)	\$225,780,504	\$211,795,657		TOTAL RETURN EXCL. FIT PLUS DEPREC. & AMORT.	TOTAL RETURN EXCL. FIT PLUS DEPREC. & AMORT.
6	CURRENT DEFERRED INCOME TAXES	\$5,817,654	\$5,817,654		DEU Exhibit 4.18 Tab "ROR-Model" row 940	DEU Exhibit 4.18 Tab "ROR-Model" row 940
7	CASH FLOW (EBITDA LESS INTEREST & CUR FIT) CFO	\$196,127,500	\$182,142,652	(\$13,984,847)	SUM LINES 3 AND 4 AND 6 LESS LINE 9	SUM LINES 3 AND 4 AND 6 LESS LINE 9
8	TOTAL DEBT	\$817,296,278	\$817,296,278	\$0	DEBT AMOUNT IN CAPITAL STRUCTURE	DEBT AMOUNT IN CAPITAL STRUCTURE
9	TOTAL INTEREST ESTIMATED	\$35,470,658	\$35,470,658	\$0	WTD DEBT COST TIMES RATE BASE	WTD DEBT COST TIMES RATE BASE
	FINANCIAL METRICS (Low Business Risk Grid)+B39:C39	(D)	(E)	(F) Moody's Guidelines for A Bonds		
10	CFO/DEBT (%) [excludes interest]	24.00%	22.29%	19%-27%		
11	CFO-Divid/Debt	16.30%	15.61%	15%-23%		
12	DEBT/CAPITAL	45.00%	45.00%	35% to 45%		

SOURCES

COLUMNS D & E ROW 10: COL. A & B LINE 7/ LINE 8

COLUMNS D & E ROW 11: COL (A & B LINE 7) less assumed divid payout of equity /LINE 5

COLUMNS D & E ROW 12: Per Company Filing

COLUMNS including lines 10-12 :RANGE OF METRICS REQUIRED FOR A RATED BONDS PER MOODY'S Investor Services (June 23, 2017 at 22)