



GAS UTILITIES

ANNUAL REPORT

OF

Questar Gas Company dba Dominion Energy Utah

Utah Business Entity Number: 558729-0142

TO THE

**PUBLIC SERVICE COMMISSION
OF UTAH**

For Calendar Year

2018

GAS UTILITIES Annual Report of Operations

INSTRUCTIONS FOR FILING

1. **PURPOSE** - This form is a regulatory requirement designed to collect financial and other operating data from ALL regulated utilities operating in the State of Utah. This report is Mandatory under UCA § 54-3-22 & Rule R746-400.
2. **DATE DUE** - This report is for the period January 01 to December 31. A signed original and an electronic copy of this report are due at the Utah Division of Public Utilities by **April 15**.
3. **WHERE TO FILE** - The completed report is to be mailed or delivered to:

Mailing Address	Delivery Address
Utah Division of Public Utilities Box 146751 Salt Lake City, UT 84114-6751	Utah Division of Public Utilities 160 East 300 South, 4th Floor Salt Lake City, UT 84111
Email Address dpudatarequest@utah.gov	Questions 801-530-6653
4. One copy of the report should be retained by the respondent in its files.
5. Complete the report by a means which will result in a permanent record.
6. Each question should be completed fully and accurately, even if answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
7. For any question, section, or page which is not applicable to the respondent enter the words "Not Applicable" or "NA". Do not omit any pages.
8. Round all dollar figures to whole dollars.

ATTESTATION / CERTIFICATION OF RESPONSIBILITY

I certify that I have examined the information contained in this report submitted to the Utah Division of Public Utilities, and that, to the best of my knowledge, information, and belief, all statements of fact contained in this report are true and represent an accurate statement of the affairs of the respondent company as of the date shown below.

Signature:			
Print Name:	Kelly Mendenhall	Date:	4/15/19
Title:	Director - State Regulatory Affairs		
Phone Number:	(801)324-5929	Extension:	
Fax Number:		Email:	kelly.mendenhall@dominionenergy.com

Please send one completed hard copy and email one copy to the following:

Hard copy to:

Utah Division of Public Utilities
Heber Wells Building, 4th Floor
160 East 300 South
Salt Lake City, UT 84111-6751

Email copy to: (using State approved e-filing protocol.)

dpudatarequest@utah.gov

General Company & Contact Information

Company Name: Questar Gas Company dba Dominion Energy Utah

DBA Name (if different):

FKA Name (if different):

Address: 333 South State

City: Salt Lake City **State:** UT **Zip:** 84145

Phone Number: (801)324-5100 **Fax Number:**

(800) Number:

Principle Business Address: 333 South State St

City: Salt Lake City **State:** UT **Zip:** 84145

Corporate Book Address: 120 Tredegar Street

City: Richmond **State:** VA **Zip:** 23219

Report Contact Person

Name: Nancy Fines **Title:** Accounting Manager

Phone Number: 804-771-3766 **Extension:**

Fax Number: **Email:** nancy.fines@dominionenergy.com

Corporate Book Custodian

Name: Karen Doggett **Title:** Assistant Corporate Secretary

Phone Number: (804)819-2123 **Extension:**

Fax Number: **Email:** karen.doggett@dominionenergy.com

Contact Information

Attorney:

Name: George Marget Title: Managing General Counsel
Firm Name: _____
Address: 333 South State St
City: Salt Lake City State: UT Zip: 84145
Phone Number: (801) 324-5090 Extension: _____
(800) Number: _____ Fax Number: _____

Accountant:

Name: _____ Title: _____
Firm Name: _____
Address: _____
City: _____ State: _____ Zip: _____
Phone Number: _____ Extension: _____
(800) Number: _____ Fax Number: _____

Other Contacts:

Name: _____ Title: _____
Phone Number: _____ Extension: _____
Fax Number: _____ E-mail: _____

Name: _____ Title: _____
Phone Number: _____ Extension: _____
Fax Number: _____ E-mail: _____

Name: _____ Title: _____
Phone Number: _____ Extension: _____
Fax Number: _____ E-mail: _____

OFFICERS AND DIRECTORS

Report below the officers and directors of respondent at the end of the year. If there were any changes during the year, show name, title, and address of previous officer or director and date of change.

Name	Address	Official Title	Salary
Thomas F. Farrell, II	120 Tredegar St Richmond, VA 23219	Chairman of the Board	*
Mark F. McGettrick	120 Tredegar St Richmond, VA 23219	Director **	*
James R. Chapman	120 Tredegar St Richmond, VA 23219	Director ***	*
Mark O. Webb	120 Tredegar St Richmond, VA 23219	Director **	*
Carlos M. Brown	120 Tredegar St Richmond, VA 23219	Director ***	*
Steven P. Zimmer	120 Tredegar St Richmond, VA 23219	Special Bankruptcy Director	*
Thomas F. Farrell, II	120 Tredegar St Richmond, VA 23219	Chief Executive Officer	*
Craig C. Wagstaff	333 S State SLC, UT 84145	President - Gas Distribution	*
James R Chapman	120 Tredegar St Richmond, VA 23219	EVP & CFO & Treasurer****	*
Mark F. McGettrick	120 Tredegar St Richmond, VA 23219	SVP & CFO & Treasurer**	*
Carter M. Reid	120 Tredegar St Richmond, VA 23219	Corporate Secretary	*
Michelle L. Cardiff	120 Tredegar St Richmond, VA 23219	VP & Controller	*
Colleen Larkin Bell	333 S State SLC, UT 84145	VP & General Manager	*
Vaughn Shosted	333 S State SLC, UT 84145	VP Operations ****	*
Diane Leopold	120 Tredegar St Richmond, VA 23219	President	*
* See Dominion Resource's Annual Proxy Statement to be filed in April 2018.			
** Retired as of 11/1/2018			
*** Effective 11/1/2018			
**** Retired as of 3/31/2018			

Number of board of directors meetings held during year..... 1
 Number of directors required to constitute a quorum..... 3
 Total amount of directors' fees paid during year..... _____

STOCKHOLDERS

Report below the names and addresses of the stockholders who, at the end of the year, owned or held directly or indirectly 5 percent or more of the voting securities of the respondent.

Name	Address	No, of shares	Salary
Dominion Questar	333 S State SLC, UT 84145	9,189,626	

Total shares represented by above..... 100%
 Total number of shares at end of year..... 9,189,626
 Total number of stockholders at end of year..... 1

IMPORTANT CHANGES DURING THE YEAR

Give particulars concerning the following matters. Make the statements explicit and precise. Each inquiry must be answered. Only use "none" or "not applicable" if it correctly states the fact.

1. Important additions or changes in franchise rights, including the actual consideration, if any, given therefore.

--None--

2. Important additions or extensions of the utility system such as new structures, exchanges, toll facilities, etc.

--None--

COMPARATIVE BALANCE SHEETS
(Utah Operations Financial Statement in Accordance with GAAP)

Certificated entity only. Do not consolidate with other affiliated entities.

Account	Balance at beginning of year	Balance at end of year
1 Cash and cash equivalents	6,652,071	6,623,292
2 Accounts and notes receivable	83,493,391	74,440,284
3 Unbilled gas accounts receivable	91,423,665	76,224,340
4 Deferred income taxes - current		
5 Gas stored underground	52,891,067	44,167,774
6 Materials and supplies	25,178,232	22,771,349
7 Current regulatory assets	5,839,469	10,973,126
8 Prepaid expenses and other	5,362,243	10,746,968
9 Purchased gas adjustment	10,684,690	3,017,583
10 Total current assets	281,524,828	248,964,716
11 Construction Work in Progress	91,105,288	69,096,117
12 Property, plant and equipment	2,950,635,432	3,165,743,047
13 Less allowances for depreciation	-745,918,549	-801,096,202
14 Net property, plant and equipment	2,295,822,171	2,433,742,962
15 Other long-term assets		
16 Goodwill	5,652,450	5,652,450
17 Regulatory assets	16,123,130	7,148,156
18 Other long-term assets	115,065,368	120,023,773
19 Total Assets	2,714,187,947	2,815,532,057
20 Short-term debt	165,000,000	0
21 Notes payable to affiliates	75,000,000	20,505,038
22 Notes pay - Current Port LT Debt	120,000,000	0
23 Federal income taxes payable		
24 Accounts payable and accrued expenses	159,535,478	148,243,486
25 Customer credit balance	16,946,125	20,534,907
26 Current regulatory liabilities	5,155,915	19,160,087
27 Interest payable	7,232,880	6,455,417
28 Other taxes payable	12,369,335	12,797,384
29 Deferred income taxes - current	1,448,609	
30 Purchased gas adjustment		
31 Total current liabilities	562,688,342	227,696,319
32 Long-term debt, less current portion	600,000,000	750,000,000
33 Other liabilities	5,232,099	8,223,752
34 Asset retirement obligation	78,437,715	77,883,654
35 Deferred investment tax credits		
36 Deferred income taxes	274,730,742	279,255,977
37 Customer contributions-in-aid-of-construction		
38 Regulatory and other noncurrent liabilities	468,088,239	460,669,936
39 Total Liabilities	1,989,177,137	1,803,729,638
40 Common stock	22,974,065	22,974,065
41 Additional paid-in capital	272,445,463	475,702,570
42 Retained earnings	429,591,282	513,125,784
43 Total shareholder's equity	725,010,810	1,011,802,419
44 Total liabilities and equity	2,714,187,947	2,815,532,057

COMPARATIVE STATEMENTS OF INCOME
(Utah Operations Financial Statement in Accordance with GAAP)

Certificated entity only. Do not consolidate with other affiliated entities.

Account	Amount for Preceding Year	Amount for Current Year
1 Operating Revenues	940,309,864	912,852,292
2 Utility Operating Expenses:		
3 Gas Purchases	555,439,839	530,577,923
4 Operating Expense	125,886,273	131,057,308
5 Maintenance Expense	11,547,824	15,624,029
6 Depreciation and Amortization	66,734,934	73,583,714
7 Taxes Other Than Income Taxes	22,257,842	24,432,266
8 Income Taxes	12,049,867	14,272,467
9 Income Taxes - Deferred	35,594,691	6,305,455
10 Total Utility Operating Expenses	829,511,270	795,853,162
11 Net Operating Income	110,798,594	116,999,130
12 Other Income	5,758,279	3,025,566
13 Other Income Deductions	(383,249)	(67,982)
14 Merger & Restructuring Expense	(14,479,592)	(171,109)
15 Total Other Income and Deductions	(9,104,562)	2,786,475
16 Interest Charges	34,179,109	36,245,255
17 Net Income	67,514,923	83,540,350

COMPARATIVE STATEMENTS OF CASH FLOW
(Utah Operations Financial Statement in Accordance with GAAP)

Certificated entity only. Do not consolidate with other affiliated entities.

Account	Amount for Preceding Year	Amount for Current Year
Operating Activities		
Net Income	67,514,923	83,540,350
Adjustments to reconcile net income to net cash provided from operating activities:		
Depreciation, depletion and amortization	62,537,032	75,618,332
ARO - Accum Depr Change		
Deferred income taxes	(199,629,277)	6,305,440
Other non-cash items	-	688,120
Changes in operating assets and liabilities		
Accounts receivable	(7,819,415)	24,631,824
Inventories	(1,109,188)	11,130,175
Prepaid expenses and other	(108,315,477)	817,126
Accounts payable and accrued expenses	86,938,367	14,126,700
Purchased gas adjustments	(7,276,328)	7,667,107
Other assets	(2,708,276)	(18,018,946)
Regulatory assets(current)	424,870	(4,533,068)
Regulatory liabilities(current)	2,570,923	9,262,361
Other liabilities	244,934,127	1,678,721
NET CASH (USED IN) PROVIDED FROM OPERATING	138,062,279	212,914,242
Investing Activities		
Capital expenditures		
Property, plant and equipment	(215,429,755)	(218,211,903)
Proceeds from disposition of assets	(301,110)	(3,782,886)
Other		
NET CASH (USED IN) PROVIDED FROM INVESTING	(215,730,865)	(221,994,789)
Financing Activities		
Common stock issued		
Long-term debt issued, net of issue costs	99,260,888	150,000,000
Long-term debt repaid	(14,500,000)	(120,000,000)
Change in short-term debt	(8,000,000)	(219,494,962)
Dividends paid		
Equity Contribution from Dominion Energy Questar		200,000,000
Other		(1,453,270)
NET CASH(USED IN) PROVIDED FROM FINANCING	76,760,888	9,051,768
Change in cash and cash equivalents	(907,699)	(28,779)
Beginning cash and cash equivalents	7,559,770	6,652,071
Ending cash and cash equivalents	6,652,071	6,623,292

NOTES TO FINANCIAL STATEMENTS
(Utah Operations Financial Statement in Accordance with GAAP)
Provide the notes to the financial statements and sign the certification below.

See Attached

Signature of officer