

Dominion Energy Utah
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June 3, 2020

William Powell
Utah Division of Public Utilities
Heber M. Wells Building, 4th Floor
P. O. Box 146751
Salt Lake City, UT 84114-6751

Re: Replacement Infrastructure Annual Plan and Budget, First Quarter Variance Report
Docket No. 19-057-30

Dear Artie,

Questar Gas Company dba Dominion Energy (Dominion Energy or the Company) respectfully submits this report and its accompanying exhibit to the Utah Division of Public Utilities (Division) in accordance with the Report and Order issued February 21, 2014 in Docket No. 13-057-05 (Order). In the Order, the Utah Public Service Commission (Commission) approved a Partial Settlement Stipulation (attached to the Order as Appendix A). Paragraph 22(C) of the Partial Settlement Stipulation indicates that the Company will file quarterly variance reports showing the actual expenditures in the infrastructure replacement program, as compared to the budget, and describing any material variances from the most current replacement schedule.

On March 31, 2020, Dominion Energy submitted an adjusted Replacement Infrastructure Annual Plan and Budget in Docket No. 19-057-30 (2020 Budget) replacement plan to the Commission. The 2020 Budget included a budget for high pressure feeder line (HP) and intermediate high-pressure belt main (IHP) replacement projects during 2020.

The attached Exhibit 1 provides budgeted amounts for both HP and IHP projects to be replaced in 2020, as well as the amount spent for each replacement project through March 31, 2020. Column B of Exhibit 1 shows the budget by project. Column C shows the costs through the first quarter. Column D shows the variance for 2020 for each of these projects.

The Company will continue to provide quarterly feederline progress updates on an ongoing basis. If you or your staff has additional questions concerning these reports, please contact me.

Sincerely,

/s/ Kelly B Mendenhall

Kelly Mendenhall
Director
Regulatory and Pricing

cc: Public Service Commission
Office of Consumer Services

2020 Infrastructure Replacement Budget
For the First Quarter Ending March 31, 2020

A Feeder Line	B 2020 Budget	C Actual Costs as of March 31, 2020	D Variance (Over) / Under
High Pressure			
1 FL23/FL22	\$53,490,000	\$9,181,951	\$44,308,049 1/
2 FL21	\$110,000	\$268,662	(\$158,662) 2/
3 FL43	\$7,985,000	\$197,553	\$7,787,447
4 FL47	-	\$147,047	(147,047) 3/
5 Total High Pressure	\$61,585,000	\$9,795,213	\$51,789,787
Intermediate High Pressure			
6 Salt Lake County Total	\$10,000,000	\$0	\$10,000,000
7 Davis County Total	<u>\$65,000</u>	<u>\$98,899</u>	<u>(33,899)</u> 4/
Total Intermediate High Pressure	\$10,065,000	\$98,899	\$9,966,101
8			
9 Pre-engineering (Future Projects)	<u>\$550,000</u>	<u>\$127,106</u>	<u>\$422,894</u>
10 Total	\$72,200,000	\$10,021,218	\$62,178,782

- 1/ FL23 and FL22 are one continuous line that will be replaced by FL127.
- 2/ FL21 will be replaced by FL122.
- FL21 restoration costs incurred in 2020 exceeded expectations.
- 3/ The Company anticipated minimal restoration work on FL47 in 2020, a project that was placed into service in 2019. However, there was an adjacent project with different topography and landscape and the Company decided it was best to match the landscape and topography between the two projects as much as possible, which introduced additional cost for FL47 that had not been included in the original 2020 budget.
- 4/ This IHP work in Davis County was in tandem with FL21, which was discussed above.

CERTIFICATE OF SERVICE

This is to certify that a true and correct copy of the 1st Quarter 2020 Infrastructure Tracker Update was served upon the following persons by e-mail on June 3, 2020.

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/s/ Ginger Johnson