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July 1, 2019

Mr. Gary Widerburg  
Public Service Commission of Utah  
Heber M. Wells Building  
160 East 300 South  
Salt Lake City, UT 84110

Re: Docket No. 17-057-26

Dear Mr. Widerburg:

Questar Gas Company dba Dominion Energy Utah (Dominion Energy or the Company) respectfully requests that the Utah Public Service Commission (Commission) approve the replacement of the Utah Natural Gas Tariff No. 500 (Tariff) sheets for - the GS, FS, IS, TBF (formerly TS, FT-1), and NGV classes. The attached replacement Tariff sheets reflect changes to the distribution non-gas cost portions of the mentioned rate schedules to remove the impact of tax rate treatment signed into law as part of the Federal tax legislation titled: "An act to provide for reconciliation pursuant to titles II and V of the concurrent resolution of the budget for fiscal year 2018 or Tax Cuts and Jobs Act" (TCJA).

On December 21, 2017, the Public Service Commission of Utah (Commission) opened Docket No. 17-057-26 to investigate the revenue requirement impact of the TCJA and ordered the Company to file by January 31, 2018, the impacts of the TCJA on the Company's revenue requirement. On January 31, 2018, the Company filed testimony in response to the December 21 notice of comment period and requested that the Company be allowed to begin deferring the tax benefits of the Base DNG rates to customers on January 1, 2018. The Company began deferring estimates of those benefits on its books in January 2018. On March 7, 2018, the Commission issued a Scheduling Order requiring the Company to provide a Supplemental Filing by April 2, 2018. The Company proposed to calculate the tax savings from January 1, 2018 through May 31, 2018 by multiplying the tax reform surcredit by the actual billing determinants of each month. The Company proposed to defer the actual amounts in a regulatory liability account until the impacts of accumulated deferred income taxes are determined. Parties to the docket commented on the Company's proposal and, subsequently, the Company engaged in settlement discussions with the remaining parties in the docket.

On May 16, 2018, the Company filed a Settlement Stipulation that provided, in part, that "Beginning effective August 1, 2018 and continuing through July 31, 2019, the Parties agree that Dominion Energy shall provide an additional tax-related surcredit, to be applied as twelve monthly credits to customer bills, to return to customers the excess income taxes collected by Dominion Energy from the effective date of the TCJA tax rates . . . up to implementation of the first surcredit identified above . . . ."

Settlement Stipulation dated May 16, 2018, Docket No. 17-057-26 (Settlement Stipulation), approved by Order Memorializing Bench Ruling Approving Settlement Stipulation issued on June 1, 2018, Docket No. 17-057-26 (Order). The Company applied the surcredit, as contemplated by the Settlement Stipulation, and pursuant to the terms of the Settlement Stipulation, that surcredit should be removed after twelve months.

Therefore, the Company respectfully requests the Commission modify and replace the existing Tariff sheets in accordance with the Settlement Stipulation and Order, effective August 1, 2019.

Exhibit 1.0 shows the legislative Tariff rate schedule reflecting the removal of the surcredit 2, and Exhibit 1.1 is the final proposed Tariff rate schedule.

Very truly yours,

A handwritten signature in black ink that reads "Jenniffer Nelson Clark". The signature is written in a cursive, flowing style.

Jenniffer Nelson Clark

cc: Chris Parker  
Michelle Beck  
Gary Dodge

## CERTIFICATE OF SERVICE

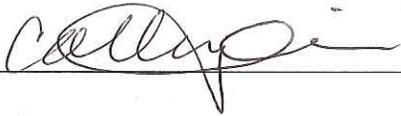
This is to certify that on July 1, 2019, a true and correct copy of the foregoing letter was served upon the following by electronic mail:

Utah Public Service Commission  
[psc@utah.gov](mailto:psc@utah.gov)

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