

APPLICATION OF DOMINION) Docket No. 18-057-16
ENERGY UTAH COMPANY)
TO AMORTIZE THE)
ENERGY EFFICIENCY)
DEFERRED ACCOUNT BALANCE) APPLICATION

All communications with respect to
these documents should be served upon:

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APPLICATION
AND
EXHIBITS

October 1, 2018

- BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH -

APPLICATION OF DOMINION)	Docket No. 18-057-16
ENERGY UTAH COMPANY)	
TO AMORTIZE THE)	
ENERGY EFFICIENCY)	APPLICATION
DEFERRED ACCOUNT BALANCE)	

Questar Gas Company dba Dominion Energy Utah (Dominion Energy Utah or the Company) respectfully submits this Application to the Utah Public Service Commission (Commission) for approval to continue the current amortization of the Energy Efficiency deferred account balance.

If the Commission grants this Application, typical residential customers using 80 decatherms per year will see an increase in their yearly bills of \$4.01 (or 0.63%). The Company proposes to implement this request by charging the new rates effective November 1, 2018.

In support of this Application, Dominion Energy Utah states:

1. Dominion Energy Utahs' Operations. Dominion Energy Utah, a Utah corporation, is a public utility engaged in the distribution of natural gas primarily to customers in the states of Utah and Wyoming. Its Utah public utility activities are regulated by the Commission, and the Company's rates, charges, and general conditions for natural gas service in Utah are set forth in the Dominion Energy Utah Company Utah Natural Gas Tariff PSCU No. 500 (Tariff). Copies of the Company's Articles of Incorporation are on file with the Commission. In addition, the Company serves customers in the Franklin County, Idaho area. Under the terms of agreement between the Commission and the Idaho Public Utilities Commission, the rates for these Idaho

customers are determined by the Utah Commission. Volumes for these customers have been included in the Utah volumes.

2. Energy Efficiency Order. In the order dated October 5, 2006, approving the Settlement Stipulation in Docket No. 05-057-T01 (2006 Order), the Commission authorized Dominion Energy Utah to establish a deferred expense account, Account 182.4 of the Uniform System of Accounts, in which to record the costs associated with the approved Energy Efficiency programs and market transformation initiative (2006 Order at ¶ 15). This filing is made under §2.09 of the Tariff, which sets forth procedures for recovering the deferred Energy Efficiency related expenses by means of periodic adjustments to rates and amortizations of this account. The Tariff requires that at least annually, the Company will file with the Commission an Application to amortize the balance in Account 182.4. This Application complies with the §2.09 of the Tariff.

3. Amortization of Account No. 182.4 Balance. Attached as Exhibit 1.1 is a summary of the Energy Efficiency deferred expenses accounting entries for the period from August 2017 through July 2018. In the Order dated January 16, 2007, in Docket 05-057-T01 (2007 Order) approving the Energy Efficiency programs, the Commission required that “Questar shall keep detailed records of all DSM expenditures and shall track them by each separate DSM program or marketing initiative, and by expenditure type. Summary statements prepared from these records shall be presented to the Commission as part of the Account 182.4 approval process” (2007 Order at ¶ 9). Attached as Exhibit 1.2 is a summary of the deferred Energy Efficiency related expenditures by Energy Efficiency program (page 1) and by Energy Efficiency expenditure type (page 2) since July 2017. The Energy Efficiency balance, as of the end of July 2018, is \$2,816,298 (Exhibit 1.1, column F, line 13).

The actual and projected Energy Efficiency balance from December 2017 through October 2019 is shown in Exhibit 1.3. As page 1 of Exhibit 1.3 shows, based on the forecasted 2019 budgeted expenditures and higher projected volumes for the 2018-2019 test period the company will be able to collect the necessary revenue while at the same time minimizing interest expense by using a \$0.25373 rate. Exhibit 1.5 shows, if the Commission grants this Application, typical residential customers using 80 decatherms per year will see an increase of \$4.01 (or 0.63%) in their annual bills attributable to the amortization of the Energy Efficiency Deferred Account Balance.

4. Final Tariff Sheet. In addition to this Energy Efficiency Application, the Company is also concurrently filing a Pass-Through application (Docket No. 18-057-14), a Conservation Enabling Tariff Balancing Account Application (Docket No. 18-057-15), a Low Income Assistance/Energy Assistance Application (Docket No. 18-057-17), and an application to change the Daily Transportation Imbalance Charge (Docket No. 18-057-13). The Company has requested that these Applications be approved with rates effective November 1, 2018. Exhibit 1.6 shows the legislative and proposed rate schedules, which reflects the final tariff sheets that would be effective if the Commission approves all of these applications.

5. Exhibits. Dominion Energy Utah submits the following Exhibits in support of its request to amortize the Energy Efficiency balance:

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|-------------|---|
| Exhibit 1.1 | Energy Efficiency Deferred Expense Account Entries in Account 182.4 |
| Exhibit 1.2 | Energy Efficiency Program Expenditures Report by Energy Efficiency Program and Expenditure Type |
| Exhibit 1.3 | Projected Energy Efficiency Account 182.4 Balance Graph |
| Exhibit 1.4 | Legislative and Proposed Tariff Sheets |
| Exhibit 1.5 | Effect on GS Typical Customer |
| Exhibit 1.6 | Combined Legislative and Proposed GS Rate Schedule |

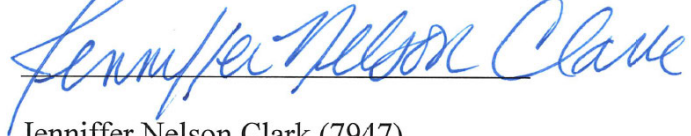
WHEREFORE, Dominion Energy Utah respectfully requests that the Commission, in accordance with the 2006 Order, the 2007 Orders, and the Company's Tariff:

1. Enter an order authorizing Dominion Energy Utah to assess the rates and charges applicable to its Utah natural gas service territory using the amortization for the Energy Efficiency deferred account balance, as more fully set out in this Application.

DATED this 1st day of October 2018.

Respectfully submitted,

DOMINION ENERGY UTAH COMPANY



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LEGISLATIVE/PROPOSED RATE SCHEDULES

P.S.C. Utah No. 400
GS Rate Schedule
and Classes of Service in
Dominion Energy Utah Company's
Utah Service Area

Date Issued: October 1, 2018
To Become Effective: November 1, 2018
Energy Efficiency Only

DOMINION ENERGY UTAH COMPANY
333 South State Street
P. O. Box 45003
Salt Lake City, Utah 84145-0003

COMBINED LEGISLATIVE/PROPOSED RATE SCHEDULES

P.S.C. Utah No. 400
GS Rate Schedule
and Classes of Service in
Dominion Energy Utah Company's
Utah Service Area

Date Issued: October 1, 2018
To Become Effective: November 1, 2018
Low Income Assistance/Energy Assistance, CET Amortization, Energy Efficiency, Pass-Through, and
Daily Transportation Imbalance Charge