



September 1, 2020

Commissioner Thad Levar
Commissioner David Clark
Commissioner Ron Allen
Utah Public Service Commission
Heber M. Wells Building, 4th Floor
P. O. Box 146751
Salt Lake City, UT 84114-6751

Re: *Status Update*
In the Matter of the Application of Dominion Energy Utah for the Approval of a Special Agreement with Rawhide Leasing, LLC for CNG Service
Docket No. 19-057-23

Dear Commissioners:

Pursuant to the Report and Order approving the Settlement Stipulation in Docket No. 19-057-23 (Order), Questar Gas Company dba Dominion Energy Utah (Dominion Energy or the Company) respectfully submits this status update to the Rawhide Agreement.

The Settlement Stipulation requires the Company to prepare a report two months prior to the expiration of the initial 1-year term of the agreement. That 1-year term commenced on November 1st, 2019. The Settlement Stipulation further provides that the report must include the following:

- 1) the status of the Southwest Gas facilities that are under construction for purposes of serving Mesquite, Nevada, including any anticipated delays in the in-service date known to the Company;
 - 2) an update relating to any complaints to the Company relating to any of Rawhide's trucks at any Company-owned CNG filling station;
 - 3) the total volume of CNG sold at the Company-owned Hurricane CNG station during the term of the contract;
 - 4) the total volume of CNG sold at the Company-owned Hurricane CNG station in the 12-months prior to the commencement of the Contract; and
 - 5) whether the Company will terminate the contract at the conclusion of the initial term.
- Each of these enumerated requirements are addressed below.

Rawhide has not utilized the Company-owned Hurricane CNG station during the term of the Rawhide Agreement. Southwest Gas has required that the gas quality measurements be taken as volumes are dispensed at the Hurricane station prior to delivery to Mesquite customers. Rawhide has chosen not to invest in the necessary equipment to measure the gas quality at the Hurricane station. Instead, it continues to refill at a Southwest Gas station in Las Vegas. The Company does not anticipate extending the Rawhide Agreement beyond the initial 1-year term ending October 31, 2020.

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Given these circumstances, the Company provides the enumerated requirements as follows.

- 1) Based on Southwest Gas' most recent 10 Q, "It is estimated that construction of the remaining approved distribution system to bring the permanent supply to Mesquite will be placed in service in the first quarter of 2021."
- 2) There have been no such customer complaints.
- 3) During the contract period (9 months ended July 2020), the Hurricane station sold 9,068.
- 4) For the 12 months prior to the contract term (12 months ended October 2019), the Hurricane station sold 10,763 Dth.
- 5) The Company has given notice terminating the Rawhide Agreement at the conclusion of the initial first term on October 31, 2020.

Please contact me if you have any questions or concerns.

Sincerely,

/s/ Kelly Mendenhall

Kelly Mendenhall

Director

Regulatory and Pricing

cc: Division of Public Utilities
Office of Consumer Services