



State of Utah

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September 17, 2021

Mr. Chris Parker
Director, Division of Public Utilities
160 E 300 S
Salt Lake City, UT 84114

Re: *Cost of Service and Rate Design Issues for Dominion Energy Utah*; Docket No. 20-057-11

Dear Mr. Parker:

The Public Service Commission (PSC) reviewed the Summary Report of the Cost of Service and Rate Design Task Force (“Report”) filed on June 29, 2021 by the Division of Public Utilities. The Report was jointly submitted by DPU, Dominion Energy Utah (DEU), the Office of Consumer Services, the Utah Association of Energy Users, American Natural Gas Council, Nucor Steel-Utah, US Magnesium LLC, and Federal Executive Agencies (FEA), all parties to the Cost-of-Service and Rate Design Task Force (“Parties”). The Report arises out of the PSC’s order in Docket No. 19-057-02, which directed the Parties to evaluate DEU’s TS rate class composition and other cost allocation issues associated with rate classes.

The Report contains a summary of the cost-of-service and rate design issues discussed by the Parties, including those related to TS class composition and cost allocation among rate classes. The Report states that the Parties were engaged and benefitted from the information gained during the year of Task Force meetings and that no requests for analysis were ignored, but that the Parties did not reach a consensus on any issue.¹

We appreciate the Parties’ commitment to the Task Force, the proposals considered, and the thorough Report which will help us consider these issues in future proceedings.

Sincerely,

/s/ Gary L. Widerburg
PSC Secretary
DW#320326

¹ In comments on the Report, FEA agrees that the Parties did not reach a consensus, but adds that the peak and average method of allocating costs does not best reflect cost causation on the DEU system, and urges further examination before approval of a TS class split.