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VIA ELECTRONIC FILING

October 12, 2022

Gary Widerburg Commission Administrator Public Service Commission of Utah Heber M. Wells Building, 4th Floor 160 East 300 South Salt Lake City, Utah 84111-2305

> Re: PacifiCorp Notice of Affiliate Transaction — PacifiCorp and Kern River Gas Transmission Company Docket No. 05-035-54

Dear Mr. Widerburg:

Pursuant to Commitment U3(2), incorporated in the Public Service Commission of Utah's *Report and Order* approving the *Acquisition of PacifiCorp by MidAmerican Energy Holdings Company*, issued January 27, 2006, as amended March 14, 2006, and June 5, 2006, PacifiCorp hereby provides notice of an affiliated interest transactions between PacifiCorp and Kern River Gas Transmission Company (Kern River).

PacifiCorp entered into an agreement with its affiliate Kern River for a non-exclusive right-of-way and easement (Easement) that allows Kern River entry onto and for its facilities to cross land owned by PacifiCorp. The 75-foot permanent Easement, transverses PacifiCorp's Pavant-Delta 46kVC transmission right-of-way in Millard County, Utah, where the company is registered with the state to do business as Rocky Mountain Power. In part, the Easement carries with it the right of ingress and egress to and from, and access on and along a right-of-way, with the right to use existing and future roads, for the purpose of constructing, inspecting, repairing, protecting and maintaining the facilities and the removal or replacement of same at will, either in whole or in part, and the replacement of said pipeline with either like or different size pipe. A copy of the Easement is included with this notice as <u>Attachment A</u>.

PacifiCorp is a wholly owned, indirect subsidiary of Berkshire Hathaway Energy Company (BHE). Kern River is also a wholly-owned indirect subsidiary of BHE. Therefore, BHE's ownership interest in PacifiCorp and Kern River creates an affiliated interest relationship between PacifiCorp and Kern River. Kern River owns and operates the Kern River pipeline system, which transports natural gas to California, Nevada, and Utah. Certain of Kern River's Utah pipelines are in an area used by PacifiCorp and located within Utah County, Utah. Kern River is building a new pipeline to provide service to customers. The Easement is needed by Kern River to construct, operate, and maintain the improved delivery pipeline. Kern River will pay \$1,000 for the Easement. Acquiring the Easement is in the public interest because it accommodates Kern River's need to install and maintain its pipeline in service to its customers. Moreover, PacifiCorp benefits from the sale financially. Further, it is consistent with other easements that PacifiCorp has entered into that do not interfere with the current or future use of the property as transmission corridor lands. As the sole property owner, PacifiCorp is the only entity that can grant this Easement to Kern River.

Please do not hesitate to contact me if you have any questions.

Sincerely,

Timoty K. Clark

Timothy K. Clark Senior Attorney PacifiCorp

Enclosure: Attachment A.pdf

cc: Chris Parker, DPU Michele Beck, OCS

ATTACHMENT A

to

PacifiCorp Notice of Affiliate Transaction

Recorded at the request of Kern River Gas Transmission Company

When Recorded Mail to: Kern River Gas Transmission Company Attn: Land Department 2755 E Cottonwood Pkwy, Suite 300 Salt Lake City, UT 84121 00221945 B: 733 P: 144 Fee \$40.00 Sierra Dickens, Millard Recorder Page 1 of 6 09/23/2022 02:05:16 PM By KERN RIVER GAS

Kern River Gas Transmission Company NON-EXCLUSIVE RIGHT-OF-WAY AND EASEMENT

State of UTAH

County of MILLARD

KNOW ALL MEN BY THESE PRESENTS, that the undersigned Rocky Mountain Power, an unincorporated division of PacifiCorp, successor in interest to Utah Power and Light, whose address is 1407 W. North Temple, Suite 110, Salt Lake City, UT 84116, hereinafter referred to as Grantor, for and in consideration of the sum of TEN DOLLARS AND OTHER CONSIDERATIONS, to the Grantor in hand paid by KERN RIVER GAS TRANSMISSION COMPANY, 2755 E Cottonwood Parkway, Suite 300, Salt Lake City, Utah 84121, hereinafter referred to as Grantee, the receipt and sufficiency of which is hereby acknowledged, does hereby grant, sell and convey unto said Grantee, its successors and assigns, a non-exclusive right-of-way and easement to locate, survey a route, construct, entrench, maintain, protect, inspect and operate a pipeline and/or communications cable with appurtenances including but not limited to valves, metering equipment, electrical cable, cathodic equipment, underground conduit, cables, splicing boxes and roads (said pipeline, communications cable, appurtenances, valves, metering equipment, cathodic equipment, underground conduits, cables, splicing boxes, markers and roads being hereinafter sometimes collectively called the "facilities") over, under and through the hereinafter described land, approximately along the line designated by survey heretofore made or hereafter to be made by Grantee, through and over the said land on a right-of-way more specifically described as:

That certain parcel of land situated in Section 17, Township 18 South, Range 5 West, Salt Lake Base and Meridian, Millard County, Utah more particularly described in a Quitclaim Deed recorded in Deed Book 218 Page 17; in the Register of Deeds of Millard County, Utah, less and except any conveyances heretofore made.

See attached Exhibit "A".

To the extent that any discrepancy exists between the legal description and survey heretofore made or hereinafter described and the actual location of the pipeline, the actual location of the pipeline shall govern, with the right-of-way and easement running parallel to and extending twenty-five (25) feet on one side and 50 feet on the other side of the actual location of the centerline of the pipeline as it exists on Grantor's property.

This right-of-way and easement shall carry with it the right of ingress and egress to and from, and access on and along said right-of-way, with the right to use existing and future roads, for the purpose of constructing, inspecting, repairing, protecting and maintaining the facilities and the removal or replacement of same at will, either in whole or in part, and the replacement of said pipeline with either like or different size pipe. During temporary periods Grantee may use such portions of the property along and adjacent to said right-of-way as may be reasonably necessary in connection with construction, maintenance, repair, removal or replacement of the facilities.

TO HAVE AND TO HOLD the above described rights and easements, together with all rights necessary to operate, protect and maintain the facilities over the right-of-way hereby granted unto the said Grantee, its successors and assigns, and the Grantee may assign the rights and easement herein granted, either in whole or in part, subject to the terms of this grant, and such rights and easements shall be covenants running with the land and be binding upon Grantor, his heirs, legal representatives and successors in title.

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Grantee may at any time permanently abandon said right-of-way and remove facilities constructed thereon and upon such abandonment action. Grantee will execute and record a reconveyance and release hereof, whereupon this right-of-way and easement and all rights and privileges herein mutually granted shall be fully cancelled and terminated.

Grantee shall have a non-exclusive right to install, operate, inspect repair, replace, and maintain the Pipeline. Grantee, its successors and assigns, will not use or permit to be used on Easement Area construction cranes or other equipment that violate OSHA and Utah High Voltage Act Safety Clearance Standards. Grantee shall not store materials within the Easement Area. Grantee will not excavate within 50 feet of Grantor's transmission structures without the express written prior approval of Grantor. The storage of flammable and hazardous materials or refueling of vehicle/equipment is prohibited within the Easement Area. At no time shall Grantee place any equipment or materials of any kind that exceeds twelve (12) feet in height, or that creates a material risk of endangering Grantor's facilities, or that may pose a risk to human safety. Grantee's use of the Easement Area shall comply with OSHA and Utah High Voltage Act Safety Clearance Standards.

Grantee shall compensate the Grantor for damages to Grantor's growing crops, pasture, fences, livestock and other real or personal property improvements caused by the construction, maintenance, repair, replacement or removal of the facilities. Grantee shall compensate the Grantor for damages to Grantor's timber caused by the initial construction of the facilities; thereafter, Grantee shall have the right to cut and keep clear without payment of damages all trees, brush and other obstructions that may in the Grantee's opinion endanger, hinder or conflict with the construction, operation, inspection, protection, maintenance and use of said facilities.

Grantee further agrees that within a reasonable time following the completion of construction, Grantee shall restore said right-of-way. Restoration shall include, where necessary, final grading, reseeding and installation of erosion control measures.

Grantor reserves the right to use and enjoy said property except for the purposes herein granted, but such use shall not hinder, conflict or interfere with Grantee's surface or subsurface rights hereunder or disturb its facilities and no road, reservoir, excavation, change in surface grade, obstruction or structure shall be constructed, created or maintained on, over, along of within said right-of-way without Grantee's prior written consent.

Grantor represents and warrants that he is the owner in fee simple of the said described land. Grantee shall have the right to discharge or redeem for Grantor, in whole or in part, any mortgage, tax or other lien on said land and thereupon be subrogated to such lien and rights incident thereto.

Grantee understands that Grantor may, in the future, construct additional facilities or maintain existing facilities, and that to do so, equipment with weights in excess of 20,000 pounds per axle (including wire pullers which could weigh approximately 100,000 pounds) may travel over, across or be parked upon the pipeline during such construction or maintenance. Grantee agrees to bury the pipeline to a sufficient depth such that equipment working on the surface over Grantee's pipeline shall not interfere with or damage Grantee's Facilities. The pipeline shall be buried during initial construction no less than sixty (60) inches below the existing surface grade. A two (2) foot minimum separation distance required at existing underground cable crossings.

To the fullest extent permitted by law, each of the parties hereto waives any right it may have to a trial by jury in respect of litigation directly or indirectly arising out of, under or in connection with this non-exclusive right-of-way and easement. Each party further waives any right to consolidate any action in which a jury trial has been waived with any other action in which a jury cannot be or has not been waived.

It is hereby understood that the parties securing this grant on behalf of the Grantee are without authority to make any covenant or agreement not herein expressed.

WITNESS THE EXECUTION HEREOF THE 14 DAY OF Sept. 2022.

By Isl

Witness to Signature(s)

GRANTOR(S):

NAME NAME

KERN RIVER GAS TRANSMISSION COMPANY om

DB

Robert Checketts Vice President, Operations and Engineering



ACKNOWLEDGMENT

STATE OF UTAH COUNTY OF SALT LAKE On the 16th day of September, 2022, Refer B. Righy personally appeared before me <u>Mint Herrera</u>, and being by meduly sworn, did say that he/she is the <u>Director of Zeal Estate</u>, of <u>Rocky Mountain</u> power and acknowledged to me that he/she executed the same. My commission expires: Notary Public in and for the 10/15/2024 State of UTAH Notary Public - State of Utah **CLINT HERRERA** Comm. #714682 **Ay Commission Expires** October 15, 2024 ACKNOWLEDGMENT

STATE OF UTAH

COUNTY OF SALT LAKE

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On the 22nd day of <u>Septembr</u>, 20<u>22</u>, Robert Checketts personally appeared before me <u>Allerhan Jossen</u>, and being by me duly sworn, and that the above Facility Easement was signed on behalf of Kern River Gas Transmission Company, and acknowledged to me that he executed the same.

My commission expires:

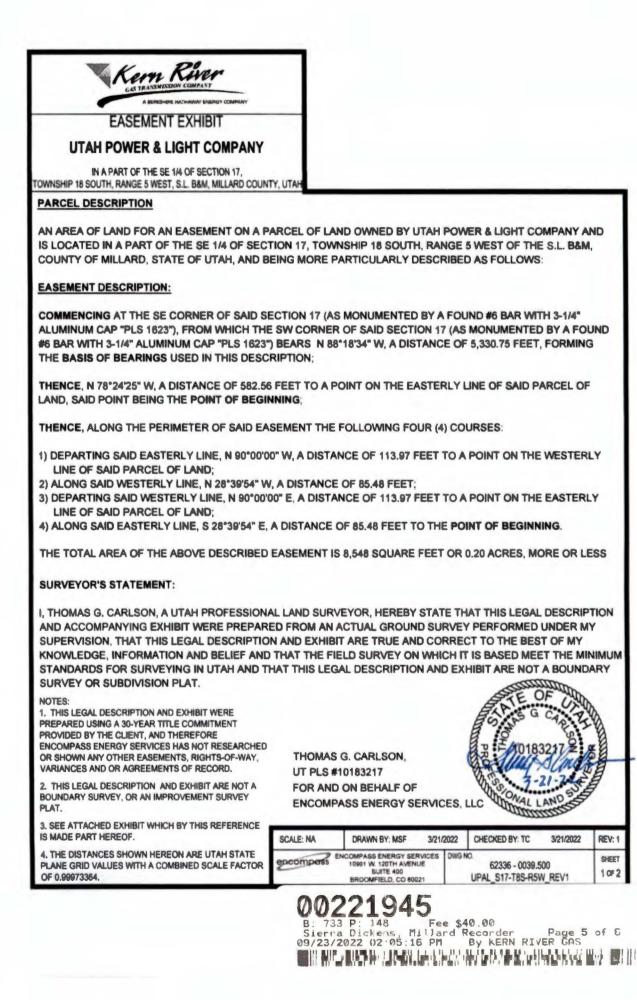
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Notary Public in and for the State of Oran

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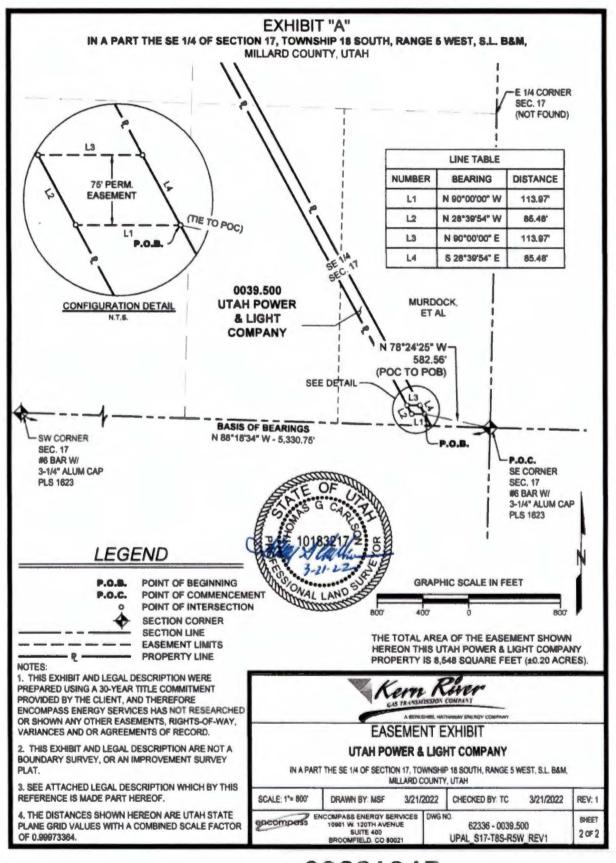


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CERTIFICATE OF SERVICE

Docket No. 05-035-54

I hereby certify that on October 12, 2022, a true and correct copy of the foregoing was served by electronic mail to the following:

Utah Office of Consumer Services

Michele Beck

mbeck@utah.gov

Division of Public Utilities

Chris Parker

chrisparker@utah.gov

Santiago Gutierrez Coordinator, Regulatory Operations