BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH

In the Matter of the Joint Application of Questar Gas Company dba Dominion Energy Utah, and Enbridge Quail Holdings, LLC for Approval of the Proposed Sale of Fall West Holdco, LLC to Enbridge Quail Holdings, LLC

Docket No. 23-057-16

DIRECT TESTIMONY OF MICHELE HARRADENCE FOR JOINT APPLICANTS

October 20, 2023

Joint Application Exhibit 1.0

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1		I. INTRODUCTION
2	Q.	Please state your name and business address.
3	A.	My name is Michele Harradence. My business address is 500 Consumer Road, Toronto,
4		Ontario, M2J 1P8, Canada.
5	Q.	By whom are you employed and what is your position?
6	A.	I am employed by Enbridge Inc. ("Enbridge"), and I am Executive Vice President &
7		President, Gas Distribution and Storage at Enbridge, and President and Chief Executive
8		Officer for Enbridge Gas Inc. ("Enbridge Gas"), which includes accountability for its
9		primary gas utility, Enbridge Gas and Gazifère Inc. ("Gazifère").
10	Q.	What are your qualifications to testify in this proceeding?
11	A.	I have listed my qualifications in Joint Application Exhibit 1.01.
12	Q.	What is the purpose of your testimony in this Docket?
13	A.	The purpose of my testimony is to provide an overview of the proposed transaction (the
14		"Transaction") pursuant to which Enbridge Quail Holdings, LLC ("EQ Holdings"), a
15		Delaware limited liability company, will acquire all of the outstanding equity interests
16		("Interests") of Fall West Holdco LLC ("Fall West"), the parent company of Questar Gas
17		Company (dba Dominion Energy Utah ("Questar Gas" or the "Company") from Dominion
18		Energy, Inc. ("Dominion Energy").
19		I also discuss a number of the commitments that are being made by EQ Holdings and
20		Ouestar Gas in connection with the Transaction and how the Transaction will benefit

Questar Gas and its customers, and is just, reasonable and in the public interest.

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22	Q.	Please p	rovide an	overview	of the	Transaction.

- 23 On September 5, 2023, Dominion Energy and EQ Holdings entered into a Purchase and A. 24 Sale Agreement (the "Agreement") setting forth the terms of the Transaction. A copy of 25 the Agreement is attached to this Joint Application as Joint Application Exhibit 6.0. 26 Pursuant to the Transaction, EQ Holdings will acquire all of the Interests in Fall West and 27 thereby indirectly acquire all of the equity interests of (i) Questar Gas, (ii) the Wexpro 28 Companies, (iii) Dominion Gas Project Company, LLC and (iv) Questar InfoComm Inc. 29 EQ Holdings is a direct wholly-owned subsidiary of Genoa Holdings, LLC ("Genoa 30 Holdings"), a Delaware limited liability company. Genoa Holdings is a direct wholly-31 owned subsidiary of Enbridge U.S. Inc. ("Enbridge U.S."), a Delaware corporation. 32 Enbridge U.S. is an indirect wholly-owned subsidiary of Enbridge, a Canadian 33 corporation.
 - The Transaction is described in further detail in the Agreement.

II. ENBRIDGE'S IDENTITY, MANAGEMENT AND EXPERIENCE

IN THE ENERGY INDUSTRY

37 Q. Please provide some background about Enbridge.

At Enbridge, our goal is to be the premier energy delivery company in North America and beyond—for customers, communities, investors, regulators, policymakers, and employees.

Enbridge, through its subsidiaries, is a diversified energy company that is uniquely positioned to help accelerate the global transition to a cleaner energy future, and is doing

¹ The "Wexpro Companies" include Wexpro Company, Wexpro II Company, Wexpro Development Co., and Dominion Energy Wexpro Services Co.

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it in ways that are beneficial to our customers and that are ethical, sustainable and socially responsible. Enbridge is advancing new low-carbon energy technologies—including 45 hydrogen, renewable natural gas, and carbon capture and storage. Enbridge is committed to reducing the carbon footprint of the energy delivered by Enbridge companies, and to achieving net zero emissions within Enbridge's operations by 2050. Enbridge also recognizes the importance of a secure, reliable, and affordable supply of energy, which is delivered every day through four core businesses: Liquids Pipelines; Gas Transmission & Midstream; Gas Distribution & Storage; and Renewable Power. The energy transition requires a practical approach, and Enbridge is committed to lowering 55 emissions while meeting growing energy demand; supporting our customers' needs today 56 while anticipating their needs tomorrow; and developing new energy sources while keeping energy costs in check. Enbridge companies move about 30% of the crude oil produced in North America, transport nearly 20% of the natural gas consumed in the U.S., and operate North America's third-largest natural gas utility by consumer count and largest by volume of natural gas delivered. Enbridge's values are Safety, Integrity, Respect, Inclusion, and High Performance. Above all else, Enbridge aims to make a difference, economically and socially—as an industry

leader, as a responsible corporate citizen, and as an exceptional employer.

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65	Enbridge was named to the Thomson Reuters Top 100 Global Energy Leaders in 2018;
66	has been selected to Bloomberg's Gender Equality Index five years running, most recently
67	in 2023; and has been ranked among Canada's Top 100 Employers 20 times, most recently
68	in 2023.

Headquartered in Calgary, Canada, Enbridge has a workforce of more than 12,000 people, primarily located in the United States and Canada. Enbridge (ENB) is traded on the New York and Toronto stock exchanges.

72 Q. What is Enbridge's financial status?

- A. Enbridge has deep financial resources. As of December 31, 2022, Enbridge had total assets of C\$179.6 (US\$131.5) billion and annual operating revenue of C\$53.3 (US\$39) billion.

 Additional details about Enbridge's financial strength and capabilities are addressed by Witness Johnston.
- 77 Q. Please briefly describe Enbridge's experience with retail natural gas utilities.
- A. Enbridge Gas, which provides service in Ontario, has over 175 years of experience in delivering safe, reliable, and affordable natural gas. Enbridge Gas is North America's third largest natural gas utility by customer count and largest natural gas utility by volume of natural gas delivered with rate base in excess of C\$15 (US\$11) billion. Additional details about Enbridge's experience with retail natural gas utilities are addressed by Enbridge Witness Sanders.

84 Q. What values does Enbridge employ in connection with its operations?

At Enbridge, our core values – Safety, Integrity, Respect, Inclusion, and High Performance
 – reflect what is truly important to us as a company. The values represent the north star for

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87	the organization, a constant beacon by which Enbridge makes its decisions, as a company,					
88	and by which its individual employees make decisions, every day.					
89	In particular, safety is paramount at Enbridge. See Enbridge's <u>Safety Principles page</u> for					
90	more information on Enbridge's safety practices for the employees and contractors, the					
91	communities in which Enbridge operates, and the environment.					
92	Our core values are more specifically defined as follows:					
93	<u>Safety</u>					
94	• Relentlessly ensure the safety of communities, customers, contractors, partners					
95	and employees;					
96	 Proactively identify and prevent safety issues; 					
97	• Act immediately when a safety issue is identified; and					
98	• Continually strive to improve safety performance.					
99	Integrity					
100	• Do the right thing;					
101	Act courageously and speak up;					
102	Maintain truth and transparency; and					
103	• Take accountability for our actions.					
104	Respect					
105	• Value everyone's contributions;					
106	• Listen to understand first;					
107	Be considerate and support the well-being of all; and					
108	• Treat everyone with unfailing dignity and defend against intolerant behavior.					

100	T 1 .
109	Inclusion
107	Inclusion

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- Want and encourage diverse perspectives for the best decisions;
 - See and **celebrate our differences** as a strength;
 - Foster a **sense of belonging** and team; and
- **Champion fairness** and equity.

High Performance

- **Align** to deliver results on things that matter;
- Embrace change, take measured risks and **adapt** to stay ahead;
 - Trust, empower and provide autonomy; and
- **Simplicity** over complexity.

III. PLAN FOR OPERATING QUESTAR GAS

Q. Please describe the plans for Questar Gas.

A. Following completion of the Transaction, Questar Gas's headquarters will remain at 333

South State Street in Salt Lake City, Utah, and will continue to be locally managed by a seasoned team of executives with expertise in the retail natural gas utility industry. Upon announcement of the Transaction, I noted that, today and for the long-term, natural gas will remain essential for achieving North America's energy security, affordability, and sustainability goals. Enbridge remains committed to supporting natural gas as critical infrastructure for the long-term to provide safe, reliable, and affordable energy and Questar Gas plays an important role in fulfilling that plan. Additionally, Enbridge will continue to support policies and practices for the diligent management and operation of these assets to provide the current and future customers of Questar Gas choice with respect to their energy

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needs. Enbridge's focus across all the operations of Enbridge companies is to deliver the energy people need and want.

IV. PUBLIC INTEREST CONSIDERATIONS AND BENEFITS

Q. Will the Transaction serve the public interest?

- Yes. Questar Gas will benefit from the Transaction by being a part of the larger Enbridge group of companies. Enbridge has the experience, expertise, resources and financial strength and wherewithal to ensure that Questar Gas has access to innovative programs, funding and credit as needed to support the operations and growth of Questar Gas as part of Enbridge's larger plan to create a natural gas utility platform. This is further described in Witness Sanders and Witness Johnston's testimony.
- 141 Q. Are EQ Holdings and Questar Gas making any commitments regarding the 142 operations of Questar Gas upon completion of the Transaction?
 - A. Yes. EQ Holdings and Questar Gas are making a number of important commitments regarding the management, operations and financing of Questar Gas, including ring-fencing commitments. Some of these commitments are described below and others are addressed by Witness Johnston and Witness Sanders. Enbridge supports and will continue to support EQ Holdings in making these commitments and seeing that they are fulfilled. Further, consistent with Enbridge's policies and practices, Enbridge supports and will continue to support the commitments made by EQ Holdings and Questar Gas to comply with all existing laws, rules, regulations, provisions of its Tariff, orders, and directives of the Commission, as applicable, following completion of the Transaction.

Enbridge supports and will continue to support the further commitments made by EQ

Holdings and Questar Gas that senior officers and management employees will be made

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available to	testify	before the	he C	ommission	and	provide	information	relevant	to	matters
within the ju	urisdicti	on of the	Con	nmission.						

- 156 Q. Do EQ Holdings and Questar Gas intend to continue supporting economic 157 development in Questar Gas's service territory?
- Yes. EQ Holdings and Questar Gas commit that Questar Gas will continue to install, upgrade, and maintain Questar Gas's infrastructure as necessary for safe, reliable, and affordable operations as described in greater detail below and in the testimony of Witness Sanders. Enbridge supports EQ Holdings and Questar Gas in making this commitment and will ensure that resources are made available to fulfill this commitment.
 - In addition, EQ Holdings also intends to continue to advance Questar Gas's investments in clean technology. Enbridge and its affiliates have significant expertise with clean technology. For example, Enbridge Gas continues to deploy capital with local municipalities and cities to construct infrastructure to capture methane from landfills and upgrade it to pipeline-quality natural gas (renewable natural gas). Furthermore, Enbridge Gas also operates North America's first utility scale power-to-gas plant to manufacture green hydrogen. In 2021, Enbridge Gas initiated a pilot project, whereby that hydrogen is blended into the natural gas stream for approximately 3,600 customers. This is a first of its kind in North America.
- 172 Q. Are there additional benefits to Questar Gas and its customers from the Transaction?
- 173 A. Yes. EQ Holdings and Questar Gas will commit to each of the commitments set forth in
 174 the Utah Commitment Matrix attached to the Joint Application as Joint Application
 175 Exhibit 5.0. Upon completion of the Transaction, these commitments will provide benefits

to Questar Gas and its customers. Enbridge supports each of those commitments and will ensure that support and resources are necessary to see those commitments fulfilled.

Safety

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- Q. Please describe Enbridge's view towards safety in its operations.
- 180 A. Enbridge's mission is to fuel quality of life for its employees, customers, and communities. Operating safely is essential to achieving that mission. It is the duty of each Enbridge 181 182 company to keep the public, the members of the Enbridge team, the communities where 183 we operate, and the environment safe. Safety is one of Enbridge's core values. 184 Accordingly, Enbridge assesses and refines safety systems and programs, and monitors 185 and measures safety performance and the health of Enbridge's safety culture to deliver on 186 Enbridge's commitment to operate systems safely and reliably, and ensuring that every 187 member of the Enbridge team goes home safely and soundly at the end of every day. To 188 ensure that all members of the team strive for excellent safety and reliability outcomes, 189 Enbridge ties each employee's incentive compensation to safety and reliability metrics.

Ethics

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- Q. Please explain the role of ethics in Enbridge's culture.
- 192 A. Everyone who works for Enbridge and its subsidiary companies is accountable for
 193 upholding high standards of conduct and understands that transparency around
 194 performance is essential for building trust with our stakeholders.
 195 Enbridge's Statement on Business Conduct ("SOBC") is the foundation of Enbridge's
 196 commitment to ethics and compliance. Upon joining an Enbridge company and annually
 197 thereafter, all active team members are required to complete SOBC training and certify
 198 their compliance with its provisions. They must also disclose any actual or potential

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conflicts of interest. In 2022, the Board approved a revised SOBC, which became effective
June 2022. Please see Enbridge's <u>SOBC</u> .
Enbridge's Whistle Blower Policy encourages employees to turn to their people leaders
first to share concerns. The policy sets out the procedures for reporting concerns about
potential fraudulent or inaccurate accounting, auditing or financial reporting violations,
and ethical misconduct or violations of law or policy. Should team members feel
uncomfortable reporting certain concerns through this channel, the Ethics Helpline allows
the option of filing a report confidentially and anonymously. The policy also indicates how
such concerns are handled, and articulates Enbridge's approach to preventing further
violations of policy as well as our prohibition against retaliation against any person making

Q. Please discuss how Enbridge's commitment to the sustainability of the environment is reinforced by its ethics.

a complaint in good faith. Please see Enbridge's Whistle Blower Policy.

- A. Sustainability is foundational to Enbridge's business. Enbridge is committed to reducing its emissions, building lasting relationships with stakeholders, and advancing diversity, equity, and inclusion. Enbridge's 2022 Sustainability Report⁴ and Witness Sanders' testimony provides detailed information with respect to Enbridge's commitment to Sustainability. Please see Enbridge's 2022 Sustainability Report.
- Q. Please elaborate on Enbridge's activities to support the communities served by Enbridge companies.
- 219 A. Enbridge's corporate citizenship program, Enbridge Fueling Futures, supports programs
 220 that strengthen the safety, vibrancy, and sustainability of the communities served by
 221 Enbridge companies.

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222	Safe communities: Enbridge supports local safety initiatives and organizations that help
223	make communities safer places to live. Enbridge's commitment to safety - one of five
224	Enbridge core values—is about more than our operational safety. It's also about the safety
225	of the communities where employees of Enbridge companies live and work. Enbridge's
226	2022 contribution to safe communities was C\$3.5 (US\$2.6) million.
227	Vibrant communities: Vibrant communities are places that offer opportunities for every
228	citizen. Enbridge Fueling Futures supports activities that build potential in youth, celebrate
229	culture and community, honor Indigenous peoples and culture and empower people to
230	achieve their full potential. Enbridge's 2022 contribution to vibrant communities was
231	C\$11.8 (US\$8.6) million.
232	Sustainable communities: Enbridge supports initiatives that contribute to a sustainable
233	future by helping to improve, grow and nurture the environment. In particular, Enbridge
234	Fueling Futures supports environmental education projects to advance the energy
235	transition and habitat conservation and remediation. Enbridge's 2022 contribution to
236	sustainable communities was C\$1.7 (US\$1.2) million.
237	Through Enbridge Fueling Futures, Enbridge is energizing communities through the
238	volunteerism and generosity of employees of Enbridge companies. Employees are
239	empowered to contribute and strengthen the communities served by Enbridge companies
240	on behalf of Enbridge by supporting causes that are important to them. Enbridge provided
241	C\$4.6 (US\$3.4) million to 2,097 organizations through employee donation matching,
242	volunteer grants, as well as community project and leadership grants in 2022.
243	The Enbridge Fueling Futures program directs substantial support each year to The United
244	Way—supporting and building community resiliency. Since 2018, Enbridge has invested

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		more than C\$32.1 (US\$23.3) million in support of local United way chapters. In 2022,
246		133 communities across North America benefited from:
247		• 2,000+ Enbridge team members' participation;
248		• 2,900 volunteer hours by Enbridge employees; and
249		• C\$4.7 (US\$3.4) million of total giving from employee, contractor, and retiree
250		donations, boosted by Enbridge's corporate match.
251		Enbridge is committed to supporting and strengthening the communities near pipelines
252		and facilities of Enbridge companies, and being a good neighbor means the world to us.
253		Additional information, along with a listing of community investments, can be found at
254		https://www.enbridge.com/about-us/our-values/corporate-citizenship.
255	Team	<u>iwork</u>
256	Q.	What is Enbridge's approach to teamwork among its employees and its operating
256 257	Q.	What is Enbridge's approach to teamwork among its employees and its operating businesses?
	Q. A.	
257		businesses?
257 258		businesses? Enbridge employees are encouraged by and have said that the most important actions and
257 258 259		businesses? Enbridge employees are encouraged by and have said that the most important actions and behaviors contributing to building pride in Enbridge and energizing the team come from
257 258 259 260		businesses? Enbridge employees are encouraged by and have said that the most important actions and behaviors contributing to building pride in Enbridge and energizing the team come from the working environment that has been created:
257 258 259 260 261		 businesses? Enbridge employees are encouraged by and have said that the most important actions and behaviors contributing to building pride in Enbridge and energizing the team come from the working environment that has been created: Being accountable;
257 258 259 260 261 262		 businesses? Enbridge employees are encouraged by and have said that the most important actions and behaviors contributing to building pride in Enbridge and energizing the team come from the working environment that has been created: Being accountable; Communicating effectively;

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- A. It is my firm belief that the Transaction will benefit Questar Gas and its customers, and that the Transaction is in the public interest and provides a net positive benefit. Enbridge has the necessary financial, technical, and managerial expertise to own and operate Questar Gas. Enbridge is a strong and well-financed company that will strengthen Questar Gas. Enbridge's lasting investment focus means that Enbridge intends to own Questar Gas for the long term lending stability to, and confidence in, Questar Gas' continued role as a dependable supplier of natural gas service at reasonable rates.
- 275 Q. Does this conclude your testimony?
- 276 A. Yes.

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Country of Canada)
) ss
City of Toronto, Canada)

I, Michele Harradence, being first duly sworn on oath, state that the answers in the foregoing written testimony are true and correct to the best of my knowledge, information and belief. The exhibits attached to the testimony were prepared by me or under my direction and supervision, except where otherwise stated, in which case they are true and correct copies of what they purport to be, to the best of my knowledge, information and belief. Any exhibits not prepared by me or under my direction and supervision are true and correct copies of the documents they purport to be.

Michele Harradence

SUBSCRIBED AND SWORN TO this _______th day of October, 2023.

Notary Public

Alexander Heuton LSO#: 77674I