- BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH -

)

)

)

)

In the Matter of the Application of Questar Gas Company for Authority to File a Change) in its Existing Tariff

DOCKET NO. 10-057-05

REPORT AND ORDER

ISSUED: June 1, 2010

By The Commission:

This matter is before the Commission on Questar's Application for authority to change its tariff. The Commission authorized Questar to implement Account No. 191 of the Uniform System of Accounts to balance its gas costs with revenues. Gas costs may be recovered though the 191 account by means of a periodic and special adjustments to rates and an amortization of that account over a year.

The Commission approved a \$0.24106 credit amortization from the commodity portion of rates for all firm sales classes in Docket No. 09-057-12, using a forecasted September 2009 balance in the 191 Commodity Account of \$24,879,550. Questar proposed removing this amortization for all firm sales classes rates. The balance was expected to be eliminated by the amortization by September 30, 2010. Actual gas prices and customer usage, however, have been at levels such that the amortization is not needed. Removal of the amortization will result in an annual increase of about \$24.9 million.

The change will result in an increase of \$19.28—or 2.93% for the typical GS customer.

The Division filed its recommendation on May 13, 2010. It recommended approval of the application.

DOCKET NO. 10-057-05

-2-

The Administrative Law Judge of the Commission held a hearing on the application on May 26, 2010. Jennifer Nelson represented Questar. John Kennedy testified on behalf of Questar. Patricia Schmid, assistant attorney general, represented the Division. Marlin Barrow testified for the Division and recommended approving the application. There was no opposition to the application.

ORDER

The Commission approves the application and authorizes Questar to remove the credit amortization rate as filed. The effective date is June 1, 2010.

Pursuant to Sections 63G-4-301 and 54-7-15 of the Utah Code, an aggrieved party may request agency review or rehearing of this Order by filing a written request with the Commission within 30 days after the issuance of this Order. Responses to a request for agency review or rehearing must be filed within 15 days of the filing of the request for review or rehearing. If the Commission does not grant a request for review or rehearing within 20 days after the filing of the request, it is deemed denied. Judicial review of the Commission's final agency action may be obtained by filing a petition for review with the Utah Supreme Court within 30 days after final agency action. Any petition for review must comply with the requirements of Sections 63G-4-401 and 63G-4-403 of the Utah Code and Utah Rules of Appellate Procedure.

DATED at Salt Lake City, Utah, this 1st day of June, 2010.

<u>/s/ Ruben H. Arredondo</u> Administrative Law Judge

DOCKET NO. 10-057-05

-3-

Approved and confirmed this 1st day of June, 2010 as the Report and Order of the

Public Service Commission of Utah.

/s/ Ted Boyer, Chairman

/s/ Ric Campbell, Commissioner

/s/ Ron Allen, Commissioner

Attest:

/s/ Julie Orchard Commission Secretary G#66909