

EXECUTIVE SUMMARY

Questar Gas Company (Questar Gas or Company)¹ is a regulated natural gas utility company providing retail natural-gas-distribution service to approximately 920,000 customers in Utah, southwestern Wyoming and two communities in southeastern Idaho. The Company is regulated by the Utah Public Service Commission (Utah Commission) and the Public Service Commission of Wyoming (Wyoming Commission).

For over two decades, Questar Gas has engaged in an annual integrated resource planning (IRP) process. This process results in a planning document that is used as a guide in meeting the natural gas requirements of the Company's customers for the ensuing year. As a fundamental part of the IRP process, Questar Gas conducts an assessment of available resources through the utilization of a cost-minimizing linear-programming computer model. An atmosphere of open dialogue with regulatory agencies and interested stakeholders is an overarching principal of the IRP process.

The IRP process this year has resulted in the following key findings:

1. A design-day firm sales demand of approximately 1.29 million decatherms (Dth) at the city gates for the 2012 to 2013 heating season;
2. A cost-of-service natural gas production level of approximately 67.7 million Dth assuming the completion of new development drilling projects;
3. A balanced portfolio of natural gas purchases of approximately 50.0 million Dth;
4. Questar Gas should maintain flexibility in purchase decisions pursuant to the planning guidelines listed herein, because actual weather and load conditions will vary from assumed conditions in the modeling simulation;
5. Questar Gas should undertake price stabilization measures for purchased gas contracts to help mitigate the risk of volatility in the marketplace;
6. Questar Gas should continue to monitor and manage producer imbalances; and

¹ Of note, with regard to Questar Gas this past year, the Company relocated its headquarters (effective March 19, 2012) in Salt Lake City, Utah. The street address changed from 180 East 100 South to 333 South State. The mailing address for Questar Gas' address remains unchanged.

7. In Utah and Wyoming, Questar Gas should continue to incorporate cost-effective energy-efficiency measures.

Questar Gas' High Pressure (HP) feeder line is capable of meeting the current peak-day demands with adequate supplies and pressures in the system. This system capacity assessment is based on the fact that the gate stations have adequate capacity, the supply contracts are adequate, and system models show that pressures do not drop below the design minimum of 125 psig. The system will continue to grow along with the demand and Questar Gas will conduct an analysis annually to ensure that the system continues to meet the peak-day needs.

The preparation of this planning document is dependent on information from many sources. Questar Gas acknowledges the contributions of all who have participated in the IRP process this year. In the event there are questions, comments or requests for additional information, please direct them to:

Christina M. Faust
General Manager, Gas Supply
Questar Gas Company
333 South State Street
P.O. Box 45360
Salt Lake City, UT 84145-0360

Phone: (801) 324-2715
Email: tina.faust@questar.com