



**Questar Gas Company**

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November 3, 2016

Docket No. 15-057-16

Utah Public Service Commission  
Heber M. Wells Building  
P. O. Box 45585  
Salt Lake City, UT 84145-0585

Dear Commissioners:

Questar Gas Company (Questar Gas or the Company) respectfully submits to the Utah Public Service Commission (Commission), pursuant to the order issued in Docket No. 05-057-T01, dated January 16, 2007 (Order), a report on DSM expenditures and decatherm (Dth) savings to date. Specifically the Order in paragraph 4 stated:

Questar shall report to the Commission when the amount spent for any program reaches ninety percent of the budgeted amount, with an estimate of the projected spending needed for the remainder of the year. To the extent the projected spending exceeds the original budgeted amount Questar must seek Commission approval for the higher projected levels of spending.

Per the Order, Questar Gas reports that in the month of July 2016 actual spending for the Business program surpassed ninety percent (90%) of the 2016 budget and in the month of September 2016 actual spending for the Builder program surpassed ninety percent of the 2016 budget. At the end of June, spending in the Business program totaled \$1.68 million or eighty percent (80%) of the 2016 budget. Expenditures in the month of July totaled \$0.22 million. This resulted in the program reaching a total of \$1.91 million or ninety-one (91%) of the 2016 Business program budget.

At the end of August, spending in the Builder program totaled \$4.18 million or eighty-four percent (84%) of the 2016 budget. Expenditures in the month of September totaled \$0.32 million. This resulted in the program reaching a total of \$4.49 million or ninety (90%) of the 2016 Builder program budget.

The Business program is experiencing higher than projected customer participation in infrared heaters, weatherization measures, and boiler tune-ups. The Builder program is experiencing higher than projected customer participation in the 95% efficient furnace measure. In addition, the Builder program has also experienced higher than projected customer participation in the R20, 2x6 wall rebate measure for both single and multi-family

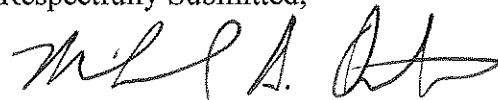
dwellings. These high natural gas saving measures account for over fifty-five percent of the total Builder program's gas savings through the first six months of 2016.

As a result of the higher participation, forecasted spending for the Business program participation spending could reach \$2.9 million (Attachment 1, Line 3). Builder program could reach \$6.1 million (Attachment 1, Line 2), and if current trends for all other programs continue, the Company forecasts that total program spending for 2016 could reach \$23.3 million or 87 percent of the approved \$26.7 million budget (Attachment 1, Line 10). These higher than estimated customer rebate totals would result in higher related Dth savings than budgeted. Higher customer participation rates would also improve the overall Builder and Business program cost-effectiveness results.

The Company forecasts that 2016 program spending for the Home Energy Plan could reach seventy-two percent (72%) of budget, Appliance Program: one hundred-five percent (105%), Weatherization Program: forty-nine percent (49%), Business Custom Program: fifty percent (50%), and the Energy Comparison Report: ninety-nine percent (99%) of the 2016 approved budget. To the extent the increase spending for the Builder and Business rebates program needs Commission approval, Questar Gas respectfully requests that the Commission approve the higher program budget levels.

Questar Gas will continue to closely monitor customer participation and efficiently manage spending for all ThermWise® programs and the Market Transformation initiative. A year-end report will be provided in the first quarter of 2017 to the Division of Public Utilities on actual program spending and customer participation compared to budget.

Respectfully Submitted,

A handwritten signature in black ink, appearing to read "M. A. Orton", written in a cursive style.

Michael A. Orton

cc: Division of Public Utilities  
Committee of Consumer Services

**Questar Gas Company  
ThermWise® Programs  
Actual and Forecast Expenditures  
As of September 30, 2016**

Program	(A)	(B)	(C)	(D)	(E)	(F)
	Year-to-Date August 2016	September 2016 Results	Year-End 2016 Forecast	YTD as of September 30, 2016 plus Forecast	TOTAL	
	Actual	Expenditures	Forecast	Actual plus Forecast	Budget	% of Budget
1 ThermWise® Appliance Program	3,833,317	426,495	1,584,937	5,844,748	5,558,600	105%
2 ThermWise® Builder Program	4,176,179	318,084	1,626,421	6,120,684	4,986,675	123%
3 ThermWise® Business Program	2,111,426	319,086	561,337	2,991,849	2,094,546	143%
4 ThermWise® Home Energy Plan	411,661	36,566	217,737	665,964	919,840	72%
5 ThermWise® Weatherization Program	2,634,852	241,751	1,985,462	4,862,066	9,947,770	49%
6 ThermWise® Business Custom Program	180,850	16,453	50,768	248,071	498,000	50%
7 ThermWise® Energy Comparison Report	172,485	2,365	229,607	404,457	410,000	99%
8 Market Transformation	1,028,409	22,690	258,515	1,309,615	1,424,200	92%
9 Low Income Weatherization	657,298	10,790	177,826	845,915	889,817	95%
10 <b>TOTAL</b>	<b>15,206,477</b>	<b>1,394,282</b>	<b>6,692,609</b>	<b>23,293,368</b>	<b>26,729,447</b>	<b>87%</b>