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UTAH PUBLIC
SERVICE COMMISSION

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January 12, 2009

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Re: Docket No. 07-057-13 In the Matter of the Application of Questar Gas to Increase Distribution Non-Gas Rates and Charges to Make Tariff Modifications, As Filed by the Commission on Monday, Dec. 22, 2008.

From: Steven Marcum

Dear Commissioners:

Pursuant to Utah Code 63-46b-12, an aggrieved party may file, within 30 days after the date of this Report and Order, a written request for a rehearing or reconsideration by the Commission. I am making such a request as I am an aggrieved party.

I am a Questar utility customer in my Utah home and a Natural Gas Vehicle (NGV) owner. I believe that the definition of "traditional" is not so narrow as your ruling recently suggests. Natural Gas has been used in vehicles for more than a century.

Being a Questar utility customer and a NGV owner are not mutually exclusive. The vast majority of NGV owners filling their vehicles at Utah fill-up stations are Utah residents. I frequently visit with other NGV owners at the fill-up stations and I challenge any evidence to suggest otherwise. Very infrequently do I ever see a NGV with out-of-state license plates filling up. I feel it is discriminatory and unfair to charge one class of rate payers more than another when those rate payers are the same people using natural gas in a secondary way.

NGV's produce significantly less air pollution than traditional vehicles, which is a benefit to all Utah citizens and Questar customers in the form of cleaner air.

I believe your ruling will decimate the "cottage" natural gas vehicle industry in the state of Utah. It will greatly deflate the value of the 3 NGV's I have personally invested in as well as all NGV's in the state. The previous PSC policy on pricing natural gas for vehicles at the same rate as homes or commercial customers has directly contributed to the rise of this "cottage" industry and investment by thousands of Utah rate payers in NGV's for transportation. The dramatic rise in natural gas prices at the pump will have a dramatic negative financial consequence to every private NGV owner in the state as well as commercial owners both in terms of operating costs and capital asset loss.

Questar is a monopoly. They should not be allowed unreasonable profits on the backs of a few consumers who have been encouraged to invest in NGV's by the PSC and Questar. If there is a valid argument that their rates should be increased for NGV's, the rate increase should be based on Questar's true additional cost of dispensing vehicle fuels added to the "WEXPRO" fuel cost. It should not be based on "national market rates" as there is not enough competition in even the national markets to be

fair to consumers - and, it allows unreasonable profits to Questar in this segment of their monopoly. As your ruling stands, NGV owners will be subsidizing other Questar customers with unreasonable profits to Questar - the very argument Questar used to secure your recent ruling.

Cordially,

Steven Marcum

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