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To: Public Service Commission

From: Division of Public Utilities
Philip Powlick, Director
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Artie Powell, Manager
Marlin H. Barrow, Technical Consultant

Date: December 17, 2009

Subject: Action Request Regarding Questar Gas' Application for Rate Increase-
Docket No.09-05716

ISSUE: Action Request for the Division of Public Utilities to Conduct Other-
dated December 3, 2009 and due 03/03/2010.

RECOMMENDATION: Close this Action Request.

DISCUSSION:

The Division is in the process of beginning to examine this application by Questar Gas Company to increase their rates in Docket No. 09-057-16. After a precursory examination of the filing, the Division sees the following as some of the issues in this case:

Revenue Requirement Phase:

1. Rate of Return.
2. Approval of CET/DSM programs beyond pilot period.
3. Approval of an Infrastructure Tracker Mechanism.
4. Keeping NGV rates at less than full cost-of-service.
5. Average rate base versus end of period rate base within a test year.

Cost of Service/Rate Design Phase:

1. Possible split of GS Rate Class
2. Potential Low Income Tariff request by SLCAP/AARP.
3. Refined Temperature and Elevation Adjustments
4. Stricter FT-1 Eligibility Requirements
5. Allocation of Peak Day to Interruptible
6. Use of Declining Block Rates

A scheduling conference has been set for December 22nd in which a schedule will be established for the remainder of this Docket which will extend beyond the assigned due date. Therefore, the Division requests the current Action Request be cancelled and the schedule established by the Commission following the December 22nd scheduling conference determine the required due dates in this matter.