



Questar Gas Company

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November 15, 2012

Barrie L. McKay

General Manager, Regulatory Affairs & Energy Efficiency

Chris Parker
Utah Division of Public Utilities
Heber M. Wells Building, 4th Floor
P. O. Box 146751
Salt Lake City, UT 84114-6751

Dear Chris:

Questar Gas Company (Questar Gas or the Company) respectfully submits this report and its accompanying exhibit to the Utah Division of Public Utilities (Division) in accordance with the Report and Order approving the Settlement Stipulation issued June 3, 2010 in Docket No. 09-057-16. Paragraph 15 of the settlement stipulation states that, "The Company will file quarterly reports describing the progress of infrastructure replacement with the Division."

The attached Exhibit 1 is a status report for the first nine months of 2012. Column A of Exhibit 1 shows the budget by project. On November 12, 2011, Questar Gas submitted a replacement plan to the Commission. This plan included anticipated budgets for 2012. However, three of the anticipated budgets have changed since the first quarter update. The budget for feederline 14 was reduced from \$16.5 million to \$9.5 million for 2012 because more of the project is now anticipated to be completed in 2013. The budget for feederline 25 increased from \$4.5 million to \$5.5 million due to higher expenditures related to the American Fork river crossing. Finally, the budget for feederline 35 increased from \$27 million to \$33 million to include the installation of required end facilities.

Column B shows the costs incurred to date. Column C shows the remaining budget for 2012 for each of these projects. Column D shows the anticipated completion date or actual completion date if the project is already in service.

Questar Gas will continue to provide quarterly feederline progress updates on an ongoing basis. If you or your staff has additional questions concerning these reports, please call me.

Sincerely,

Barrie L. McKay
General Manager
Regulatory Affairs/Energy Efficiency

cc: Public Service Commission
Office of Consumer Services

QGC Feeder Line Replacement Project Summary
As of 9/30/2012

Project	A 2012 Budget	B Costs YTD 2012	C (A - B) Remaining Budget	D Completion Date
FL14				
1 01010104 - FL14		11,349,939		
2 01040190 - FL14		27,901		
3 FL14 Total	1/ 9,500,000	11,377,840	(1,877,840)	October 2012
FL23				
4 01009120 - FL23		518		
5 01010132 - FL23		1,561,337		
6 FL23 Total	2,500,000	1,561,855	938,145	June 2012
FL25				
7 01009666 - FL25		6,733,422		
8 FL25 Total	2/ 5,500,000	6,733,422	(1,233,422)	June 2012
FL35				
9 01040277 - FL35		25,392,516		
10 FL35 Total	3/ 33,000,000	25,392,516	7,607,484	October 2012
FL50				
11 01010105 - FL50		2,127,310		
12 FL50 Total	4,500,000	2,127,310	2,372,691	December 2012
Other				
13 01006824 - FL11		(5,125)		2010
14 01007067 - FL19		11,613		2010
15 01008213 - FL12		(31,069)		2011
16 01009182 - FL6		278		2011
17 01009221 - FL36		140,476		2014
18 01009253 - FL34		(2,280)		2012
19 01009341 - FL12		(200,529)		2011
20 01009359 - FL17		(28,650)		2011
21 01009372 - FL16		(6,236)		2013
22 01009410 - FL44		2,414		2011
23 01009441 - FL13		213		2011
24 01009497 - FL18		(21,570)		2011
25 01009612 - FL10		(31)		2011
28 01009725 - FL46		256		2011
29 01009896 - FL68		262		2011
32 01040078 - FL26		(3,335)		2011

1/ Expenditures for this project will be moved to 2013.

2/ The budget changed from \$4.5 to \$5.5 mm due to higher expenditures related to the American Fork river crossing.

3/ The budget changed from \$27 to \$33 mm to include a pigging equipment.

QGC Feeder Line Replacement Project Summary
 As of 9/30/2012

	A	B	C	D
Project	2012 Budget	Costs YTD 2012	(A - B) Remaining Budget	Completion Date
33 01040064 - FL24		589,030		2011
34 01040158 - FL41		1,076,036		2013
35 01040177 - FL24		96,589		2011
36 01040196 - FL71		(5,587)		2011
37 01040330 - FL71		5,721		2012
38 01040465 - FL26		13,757		2013
40 01040493 - FL110		28,028		2012
41 01040857 - FL41		38,356		2013
42 01040858 - FL41		1,083		2013
43 01041006 - FL42		(11,310)		2011
44 01041007 - FL26		40,703		2013
45 Other Total	2,000,000	1,735,535	264,465	
46 Grand Total	57,000,000	48,928,477	8,071,523	