

(A)	(B)	(C)	(D)	(E)	(F)
Description	Historical	Adjustments	Imputed	Adjusted	Utah
	12 Months	Total	Tax	System	Jurisdiction
	Jun-14		Adjustment	Total	DNG Related
1 NET INCOME SUMMARY					
2 Utility Operating Revenue					
3 System Distribution Non-Gas Revenue	345,316,326 /	(39,349,390)	0	305,966,936	294,722,056
4 System Supplier Non-Gas Revenue	95,896,562 /	0	0	95,896,562	
5 System Commodity Revenue	492,663,636 /	0	0	492,663,636	
6 Pass-Through Related Other Revenue	29,637,385 /	0	0	29,637,385	
7 General Related Other Revenue	4,836,749 /	0	0	4,836,749	4,732,130
8 Total Utility Operating Revenue	968,350,657	(39,349,390)	0	929,001,268	299,454,185
9 Utility Operating Expenses					
10 Gas Purchase Expenses					
11 Utah	597,026,825	0	0	597,026,825	
12 Wyoming	21,170,757	0	0	21,170,757	
13 Total	618,197,582	0	0	618,197,582	0
14 O&M Expenses					
15 Production	(1,283,637)	0	0	(1,283,637)	(1,237,443)
16 Distribution	56,000,281	0	0	56,000,281	52,859,311
17 Customer Accounts	23,288,702	0	0	23,288,702	22,164,941
18 Customer Service & Information	44,056,996	(39,349,390)	0	4,707,606	4,560,682
19 Administrative & General	52,687,277	0	0	52,687,277	50,427,251
20 Total O&M Expense	174,749,619	(39,349,390)	0	135,400,229	128,774,741
21 Other Operating Expenses					
22 Depreciation, Depletion, Amortization	52,013,547	0	0	52,013,547	51,245,496.82
23 Taxes Other Than Income Taxes	17,859,352 /	0	0	17,859,352	17,309,395
24 Income Taxes	30,944,193	0	64,797	31,008,990	30,010,079
25 Total Other Operating Expenses	100,817,093	0	64,797	100,881,890	98,564,971
Total Utility Operating Expenses	893,764,294	(39,349,390)	64,797	854,479,701	227,339,712
27 NET OPERATING INCOME	74,586,363	0	(64,797)	74,521,567	72,114,473
28 RATE BASE SUMMARY					
29 Net Utility Plant					
30 101 Gas Plant In Service	2,202,607,541	(96,973,171)	0	2,105,634,370	2,030,453,338
31 105 Gas Plant Held For Future Use	5,037	0	0	5,037	5,037
32 106 Completed Construction Not Classified	2,822,016	13,456,325	0	16,278,341	15,846,819
33 108 Accumulated Depreciation	(754,168,122)	(4,298,292)	0	(758,466,415)	(726,670,537)
34 111 Accumulated Amort & Depletion	(6,156,308)	393,687	0	(5,762,621)	(5,557,279)
35 254 Other Regulatory Liabilities ARC	(56,754,824)	27,396,170	0	(29,358,654)	(28,335,267)
36 Total Net Utility Plant	1,388,355,339	(60,025,281)	0	1,328,330,058	1,285,742,111
37 Other Rate Base Accounts					
38 154 Materials & Supplies	13,250,018	125,964	0	13,375,982	12,909,721
39 164-1 Gas Stored Underground	27,776,654	(27,776,654)	0	0	0
40 165 Prepayments	5,003,544	(1,745,718)	0	3,257,825	3,144,264
41 190008 Accum Deferred Income Tax Federal	3,008,227	1,032,070	0	4,040,297	3,903,349
42 190008 Accum Deferred Income Tax State	257,847	128,433	0	386,280	386,280
43 235-1 Customer Deposits	(6,951,109)	(3,058,104)	0	(10,009,213)	(9,652,193)
44 252 Contributions in Aid of Construction	(33,797,284)	2,998,413	0	(30,798,871)	(30,037,834)
45 253-1 Unclaimed Customer Deposits	(78,930)	(5,237)	0	(84,167)	(81,233)
46 255 Deferred Investment Tax Credits	(462,029)	(104,628)	0	(566,657)	(547,377)
47 282 Accum Deferred Income Taxes	(338,274,289)	6,687,913	0	(331,586,376)	(321,127,281)
48 Working Capital - Cash	2,340,759	(109,424)	180	2,231,515	2,150,551
49 Total Other Rate Base Accounts	(327,926,592)	(21,826,972)	180	(349,753,385)	(338,951,752)
TOTAL RATE BASE	1,060,428,746	(81,852,253)	180	978,576,673	946,790,358
51 RETURN ON RATE BASE	7.03%			7.62%	7.62%
52 RETURN ON EQUITY	8.46%			9.53%	9.53%

Utah - JUN 2014 Unadjusted Avg Results
 12 Months Ended : Jun-2014
 Capital Structure : AVG CAP STR

Imputed Tax Adjustment

	A System Total	B Utah Jurisdiction	
ALGEBRAIC METHOD - SOLVING FOR TWO UNKNOWNNS			
Federal Income Tax Rate	35%	35%	t_f
State Income Tax Rate	4.73%	4.73%	t_s
Weight of Debt in Capital Structure	45.93%	45.93%	w_D
Cost of Debt	5.36%	5.36%	r_D
Net Lead Lag Days	1.015	1.015	NLD
Revenues	929,001,268	896,481,010	R
Gas Expenses	618,197,582	597,026,825	GAS
O&M Expenses	135,400,229	128,774,741	O&M
Depreciation	51,996,805	51,229,357	DEPR
Amortization	16,742	16,140	AMORT
Non-Income Taxes	17,859,352	17,309,395	NIT
Rate Base excluding CWC	976,345,158	944,639,807	RB*
Deferred Income Taxes	0	0	DIT
Deferred Income Taxes - Credit	0	0	DITCr
CWC = CWC* + (NLD/365)*IT			CWC is a function of IT, and
IT = IT* - ($t_s + t_f \cdot (1 - t_s)$) $\cdot r_D \cdot w_D \cdot$ CWC			IT is a function of CWC
where IT = SIT + FIT + DIT + DITCr, and			
CWC* =	2,145,285	2,066,459	
IT* =	31,029,906	30,030,231	
Solution:			
CWC =	2,231,515	2,149,912	
SIT =	3,853,374	3,729,243	
FIT =	27,155,617	26,280,837	
IT =	31,008,990	30,010,079	
Historically Adjusted Income Taxes	30,944,193		
Tax Adjustment	64,797		
RATE BASE METHOD			
System Average Rate Base	978,576,673	946,790,358	
Adj System Return On Rate Base	7.62%	7.62%	
Allowed Return	74,521,567	72,114,473	
System Average Rate Base	978,576,673	946,790,358	
System Weighted Cost Of Debt	2.46%	2.46%	
Imputed Interest Cost	24,089,707	23,307,221	
Taxable Return	50,431,859	48,807,252	
Tax Factor (Tax Rate/(1-Tax Rate))	0.6148691	0.6148691	
Income Tax on Return	31,008,990	30,010,070	
OPERATING INCOME METHOD			
Total Utility Operating Revenue	929,001,268	896,481,010	
Gas Purchase Expenses	618,197,582	597,026,825	
O&M Expenses	135,400,229	128,774,741	
Depreciation	51,996,805	51,229,357	
Amortization	16,742	16,140	
<u>Taxes Other Than Income</u>	17,859,352	17,309,395	
Net Utility Income Before Tax	105,530,557	102,124,552	
Rate Base	978,576,673	946,790,358	
Proposed Weighted Cost of Debt	2.46%	2.46%	
Imputed Interest	24,089,707	23,307,221	
State Taxable Income	81,440,850	78,817,331	
State Income Tax Rate	4.73150%	4.73150%	
State Income Tax	3,853,374	3,729,242	
Federal Taxable Income	77,587,476	75,088,089	
Federal Income Tax Rate	35.00000%	35.00000%	
Federal Income Tax	27,155,617	26,280,831	
Deferred Income Taxes	0	0	
Deferred Income Taxes - Credit	0	0	
Total Income Tax	31,008,990	30,010,073	

Questar Gas Company
Utah - JUN 2014 Unadjusted Avg Results
Months Ended : Jun-2014

	1	2	3	4	
	Y	Y	Y	Y	
	AVG RB JUN 2014	Energy Efficiency Services Adjustment	Underground Storage	Wexpro	TOTAL QGC ADJUSTMENTS
1 NET INCOME SUMMARY					
2 Utility Operating Revenue					
3 System Distribution Non-Gas Revenue	0	(39,349,390)	0	0	(39,349,390)
4 System Supplier Non-Gas Revenue	0	0	0	0	0
5 System Commodity Revenue	0	0	0	0	0
6 Pass-Through Related Other Revenue	0	0	0	0	0
7 General Related Other Revenue	0	0	0	0	0
8 Total Utility Operating Revenue	0	(39,349,390)	0	0	(39,349,390)
9 Utility Operating Expenses					
10 Gas Purchase Expenses					
11 Utah Gas Purchase Exp	0	0	0	0	0
12 Wyoming Gas Purchase Exp	0	0	0	0	0
13 Total Gas Purchase Expenses	0	0	0	0	0
14 Utah Gathering & CO2	0	0	0	0	0
15 Wyoming Gathering & CO2	0	0	0	0	0
16 Total Gathering & CO2	0	0	0	0	0
17 O&M Expenses					
18 Production	0	0	0	0	0
19 Distribution	0	0	0	0	0
20 Customer Accounts	0	0	0	0	0
21 Customer Service & Information	0	(39,349,390)	0	0	(39,349,390)
22 Administrative & General	0	0	0	0	0
23 Total O&M Expense	0	(39,349,390)	0	0	(39,349,390)
Other Operating Expenses					
25 Depreciation, Depletion, Amortization	0	0	0	0	0
26 Taxes Other Than Income Taxes	0	0	0	0	0
27 Income Taxes	0	0	0	0	0
28 Total Other Operating Expenses	0	0	0	0	0
29 Total Utility Operating Expenses	0	(39,349,390)	0	0	(39,349,390)
30 NET OPERATING INCOME	0	0	0	0	0
31 RATE BASE SUMMARY					
32 Net Utility Plant					
33 101 Gas Plant In Service	(91,862,019)	0	0	(5,111,152)	(96,973,171)
34 105 Gas Plant Held For Future Use	0	0	0	0	0
35 106 Completed Construction Not Classified	13,456,325	0	0	0	13,456,325
36 108 Accumulated Depreciation	(8,576,224)	0	0	4,277,931	(4,298,292)
37 111 Accumulated Amort & Depletion	10,524	0	0	383,164	393,687
38 254 Other Regulatory Liabilities ARC	27,398,170	0	0	0	27,398,170
39 Total Net Utility Plant	(59,575,224)	0	0	(450,058)	(60,025,281)
40 Other Rate Base Accounts					
41 154 Materials & Supplies	125,964	0	0	0	125,964
42 164-1 Gas Stored Underground	0	0	(27,776,654)	0	(27,776,654)
43 165 Prepayments	(1,745,718)	0	0	0	(1,745,718)
190 Accum Deferred Income Taxes	1,160,503	0	0	0	1,160,503
44 235-1 Customer Deposits	(3,058,104)	0	0	0	(3,058,104)
45 252 Misc Customer Credits	2,998,413	0	0	0	2,998,413
46 253-1 Unclaimed Customer Deposits	(5,237)	0	0	0	(5,237)
47 255 Deferred Investment Tax Credits	(104,628)	0	0	0	(104,628)
48 282 Accum Deferred Income Taxes	6,687,913	0	0	0	6,687,913
49 Working Capital - Cash	0	(109,424)	0	0	(109,424)
50 Total Other Rate Base Accounts	6,059,106	(109,424)	(27,776,654)	0	(21,826,972)
51 TOTAL RATE BASE	(53,516,118)	(109,424)	(27,776,654)	(450,058)	(81,852,253)