

April 14, 2016

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

Re: Replacement Infrastructure Annual Plan and Budget, Fourth Quarter Variance Report
Docket No. 14-057-29

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 issued February 21, 2014 in Docket No. 13-057-05 (Order). In the Order, the Utah Public Service Commission (Commission) approved a Partial Settlement Stipulation (attached to the Order as Appendix A). Paragraph 22(c) of the Partial Settlement Stipulation indicates that the Company will file quarterly variance reports showing the actual expenditures in the infrastructure replacement program, as compared to the budget, and describing any material variances from the most current replacement schedule.

On November 15, 2014, Questar Gas submitted a Replacement Infrastructure Annual Plan and Budget in Docket No. 14-057-29 (2015 Budget) to the Commission. An updated budget was subsequently provided on March 19, 2015. The 2015 Budget included a budget for feeder line and intermediate high pressure (IHP) replacement projects during 2015.

Attached as Exhibit 1 is the 2015 4th quarter report for both IHP and high pressure (HP) projects. Column B shows the budget by project. Column C shows the costs incurred year-to-date. Column D shows the variance for each of these projects.

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

Sincerely,

Kelly Mendenhall
General Manager
Regulatory Affairs

cc: Public Service Commission
Office of Consumer Services