Dominion Energy Utah 333 South State Street, Salt Lake City, UT 84145 Mailing Address: P.O. Box 45360, Salt Lake City, UT 84145 DominionEnergy.com



July 21, 2017

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, First Quarter Variance Report

Docket No. 16-057-17

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, 2016, Questar Gas submitted a Replacement Infrastructure Annual Plan and Budget in Docket No. 16-057-17 (2017 Budget) replacement plan to the Commission. The 2017 Budget included a budget for high pressure feeder line (HP) and intermediate high pressure belt main (IHP) replacement projects during 2017.

The attached Exhibit 1 provides budgeted amounts for both HP and IHP projects to be replaced in 2017, as well as the amount spent for each replacement project for the first quarter of 2017. Column B of Exhibit 1 shows the budget by project. Column C shows the costs through the first quarter. Column D shows the remaining budget for 2017 for each of these projects.

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 contact me.

Sincerely,

Barrie L. McKay

Director

Customer Rates and Regulation

cc: Public Service Commission Office of Consumer Services

2017 Infrastructure Replacement Budget

For the First Quarter Ending March 31, 2017

	Α	В	С	D
	Feeder Line	2017 Budget	Actual Costs as of March 31, 2017	Remaining Budget
	High Pressure			
1	FL21	46,106,000	9,552,854	36,553,146
2	FL26	400,000	28	400,000
3	Total High Pressure	46,506,000	9,552,854	36,953,146
	Intermediate High Pressure			
4	Salt Lake County Total	6,970,000	773,280	6,196,720
5	Utah County Total	1,100,000	=	1,100,000
6	Davis County Total	9,024,000	729,218	8,294,782
7	Total Intermediate High Pressure	17,094,000	1,502,497	15,591,503
	0.0			
8	Pre-engineering (Future Projects)	550,000	88,668	461,332
	*			
9	Total	64,150,000	11,144,019	53,005,981