

United States Department of the Interior

BUREAU OF LAND MANAGEMENT Utah State Office 440 West 200 South, Suite 500 Salt Lake City, UT 84101 http://www.blm.gov/utah

In Reply Refer To: 3160 (UT922) UTU63058A

MAY 0 2 2017

P.O. Box 45360 Salt Lake City, Utah 84145-0360 Attn: Mr. David A. Ingleby

Questar Pipeline Company

Re:

Clay Basin Storage Facility

213 CFP 3162.4-1 113 CFP 3162.4-1

Daggett County, Utah

Dear Mr. Ingleby:

We are writing to respond to your October 13, 2015, letter requesting a meeting with the appropriate parties to renegotiate the fees associated with the Clay Basin Gas Storage Agreement, and respond to your concerns addressed to Mr. Edwin Roberson, Utah State Director, on April 7, 2017.

Based on your concerns stated at the April 7, 2017, meeting, internal staff discussions, and coordination with our Washington Office, we are prepared to offer the following fee schedule for your consideration.

June 1, 2016 to May 31, 2021

Annual Storage Fee - \$2.0280 per net Federal mineral acre or fraction thereof Injection Fee - \$0.0050 per MCF Withdrawal Fee - \$0.0203 per MCF

If you have any questions please contact Mickey Coulthard of this office at (801) 539-4042.

Sincerely,

Roger L. Bankert

Chief, Branch of Minerals

from L. Banker

cc:

Garrison, LaVonne J., State of Utah School and Institutional Trust Lands Administration 675 East 500 South, Suite 500 Salt Lake City, Utah 84102