

**BEFORE THE IDAHO PUBLIC UTILITIES COMMISSION**

**IN THE MATTER OF CAPITOL WATER )  
CORPORATION'S APPLICATION TO ) CASE NO. CAP-W-16-01  
INCREASE ITS SCHEDULE NO. 3 )  
PURCHASE POWER ADJUSTMENT RATE ) NOTICE OF APPLICATION  
)  
) NOTICE OF  
) MODIFIED PROCEDURE  
)  
) ORDER NO. 33545**

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On June 14, 2016, Capitol Water Corporation filed an Application to adjust its Schedule No. 3 Purchased Power Adjustment Rate to “recover the Company’s cost of electricity related to Idaho Power Company’s electric rate schedules that have been approved by the Idaho Public Utilities Commission.” Application at 1.

**NOTICE OF APPLICATION**

YOU ARE HEREBY NOTIFIED that Capitol Water proposes an effective date of August 15, 2016, for the proposed change to its Schedule No. 3 Purchased Power Adjustment Rate.

YOU ARE FURTHER NOTIFIED that Capitol Water claims that the proposed rate change is necessitated by changes to Idaho Power’s rates and charges that have a corresponding effect on the Company’s costs for electric power. Application at 1. The Company requests that the Commission take official notice of Idaho Power’s rates and charges currently in effect and on file with the Commission. *Id.*

YOU ARE FURTHER NOTIFIED that Capitol Water states that its “current base rates were established by Order No. 30762 in Case No. CAP-W-08-02.” *Id.* Capitol Water summarizes the Order: “the Commission adopted a three (3) year average of 1,454,401KWh of electricity consumption at an average cost of 5.19¢, to establish rates for Applicant.” *Id.* This results in a total electric power cost rate of \$75,483.41. *Id.*

YOU ARE FURTHER NOTIFIED that the Company claims that its actual average cost per kWh at Idaho Power’s current rates of 7.15¢ per kWh produces an annual cost for

electric power of \$103,972. *Id.* at 1-2. Capitol Water states that this represents a deficiency “of \$26,625 or 35.3% more than included in Applicants base water rates.” *Id.* at 2.

YOU ARE FURTHER NOTIFIED that Capitol Water estimates its costs associated with the preparation and filing of this Application to be \$1,100. Capitol Water is seeking the Commission’s authorization to recover the preparation and filing costs, along with the electric power costs described above, by increasing its current Schedule No. 3 Purchased Power Cost Adjustment Rate from 4.25% to a revised rate of 4.54%.

YOU ARE FURTHER NOTIFIED Capitol Water also included with the Application a worksheet detailing its calculations (Exhibit No. 1); a copy of the proposed Schedule No. 3 in legislative format (Exhibit No. 2); a sample customer notice that will be included in July billing (Exhibit No. 3); and a news release that will be printed in the Idaho Statesman and the Idaho Business Review. *Id.* (Exhibit No 4).

YOU ARE FURTHER NOTIFIED that Capitol Water requests that the Commission process its Application pursuant to Modified Procedure.

#### **NOTICE OF MODIFIED PROCEDURE**

YOU ARE FURTHER NOTIFIED that the Commission has reviewed the Company’s filing in Case No. CAP-W-16-01, and finds that the public interest may not require a formal hearing in this matter and will proceed under Modified Procedure pursuant to Rules 201 through 204 of the Idaho Public Utilities Commission’s Rules of Procedure, IDAPA 31.01.01.201 through .204. The Commission notes that Modified Procedure and written comments have proven to be an effective means for obtaining public input and participation.

YOU ARE FURTHER NOTIFIED that any person desiring to state a position concerning Capitol Water’s Application in Case No. CAP-W-16-01 may file a written comment in support or opposition with the Commission within **28 days from the date of this Notice**. The comment must contain a statement of reasons supporting the comment. Persons desiring a hearing must specifically request a hearing in their written comments. Written comments concerning this filing should be mailed to the Commission and Capitol Water at the addresses reflected below:

Commission Secretary  
Idaho Public Utilities Commission  
PO Box 83720  
Boise, ID 83720-0074

Street Address for Express Mail:

472 W. Washington Street  
Boise, ID 83702-5918

Robert Price, President  
Capitol Water Corp.  
2626 Eldorado  
Boise, ID 83704  
E-mail: [capitolwatercorp@yahoo.com](mailto:capitolwatercorp@yahoo.com)

Robert E. Smith  
2209 N. Bryson Road  
Boise, ID 83713  
E-mail: [utilitygroup@yahoo.com](mailto:utilitygroup@yahoo.com)

These comments should contain the case caption and case number shown on the first page of this document. Persons desiring to submit comments via e-mail may do so by accessing the Commission's home page located at [www.puc.idaho.gov](http://www.puc.idaho.gov). Click the "Case Comment or Question Form" under the "Consumers" tab, and complete the form using the case number as it appears on the front of this document. These comments must also be sent to the Company at the e-mail addresses listed above.

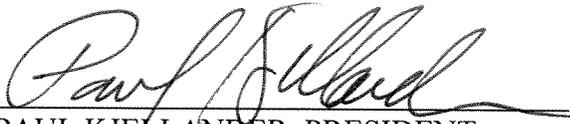
YOU ARE FURTHER NOTIFIED that the Application and supporting documents have been filed with the Commission and are available for public inspection during regular business hours at the Commission offices. The Application is also available on the Commission's web site at [www.puc.idaho.gov](http://www.puc.idaho.gov). Click on the "File Room" tab at the top of the page, scroll down to "Open Water Cases," and then click on the case number as shown on the front of this document.

YOU ARE FURTHER NOTIFIED that if no written comments or protests are received within the time limit set, the Commission will consider this matter on its merits and enter its Order without a formal hearing. If written comments are received within the time limit set, the Commission will consider them and, in its discretion, may set the same for formal hearing.

### **ORDER**

IT IS HEREBY ORDERED that the Application of Capitol Water Corporation shall be processed by Modified Procedure, IDAPA 31.01.01.201-204. Persons interested in submitting written comments in this matter must do so no later than 28 days from the service date of this Order.

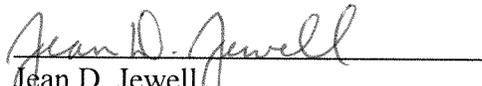
DONE by Order of the Idaho Public Utilities Commission at Boise, Idaho this 21<sup>st</sup>  
day of June 2016.

  
PAUL KJELLANDER, PRESIDENT

  
KRISTINE RAPER, COMMISSIONER

  
ERIC ANDERSON, COMMISSIONER

ATTEST:

  
Jean D. Jewell  
Commission Secretary