

BEFORE THE IDAHO PUBLIC UTILITIES COMMISSION

**IN THE MATTER OF THE APPLICATION)
OF FALLS WATER COMPANY FOR AN) CASE NO. FLS-W-07-01
ORDER AUTHORIZING INCREASES IN)
THE COMPANY'S RATES AND CHARGES) NOTICE OF
FOR WATER SERVICE) PUBLIC WORKSHOP
)
) NOTICE OF
) MODIFIED PROCEDURE
)
) NOTICE OF PUBLIC HEARING
)
) ORDER NO. 30457**

On July 27, 2007, Falls Water Company filed a general rate case Application seeking authority to increase its metered rates an average of 46.2%. Falls Water serves approximately 3,200 customers near Ammon and Idaho Falls. Because the Company is in the process of installing meters for its current flat-rate customers, the Company is not requesting any increase in its flat-rate service under Schedule R-2. The Company anticipates that it will have converted all of its existing flat-rate customers to metered service by mid-2008.

In Order No. 30404, the Commission issued a Notice of Application and suspended the proposed rates for a period of 30 days plus 5 months. The Commission also set a deadline for intervention of August 28, 2007. No person petitioned for intervention. On September 4, 2007, the Commission Secretary issued the Notice of Parties consisting of the Company and the Commission Staff.

Pursuant to the Commission's direction, the Staff and the Company reached agreement on how the case should be processed and on a proposed schedule. The parties recommend that the rate case be processed under Modified Procedure with the Commission holding a public hearing in Idaho Falls. The parties proposed and we adopt the following schedule.

NOTICE OF PUBLIC WORKSHOP
NOTICE OF MODIFIED PROCEDURE
NOTICE OF PUBLIC HEARING
ORDER NO. 30457

Action	Date
Staff public workshop in Idaho Falls	November 15, 2007
Staff comments due	November 20, 2007
Falls Water reply comments due	December 7, 2007
Public hearing in Idaho Falls	December 18, 2007
Final Order issue date	January 2, 2008

NOTICE OF STAFF PUBLIC WORKSHOP

YOU ARE HEREBY NOTIFIED that the Commission Staff will hold a public workshop for customers of Falls Water. The purpose of the public workshop is to provide customers with an overview of the Company's proposed rate increase and dispense information. At the workshop, customers will have an opportunity to ask questions of the Staff regarding the Company's rate case. Representatives of the Company may also be available. The Staff will hold its public workshop on **THURSDAY, NOVEMBER 15, 2007 AT 7:00 P.M. AT THE IDAHO FALLS CITY COUNCIL CHAMBERS, 140 SOUTH CAPITAL AVENUE, IDAHO FALLS, IDAHO.**

YOU ARE FURTHER NOTIFIED that the Application, supporting workpapers, and exhibits have been filed with the Commission and are available for public inspection during regular business hours at the Commission offices. The Application and workpapers are also available on the Commission's Website at www.puc.idaho.gov under the "File Room" and then "Water Cases."

NOTICE OF MODIFIED PROCEDURE

YOU ARE FURTHER NOTIFIED that the Commission has determined that the public interest may not require a formal evidentiary 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 (with written comments) and a public hearing have proven to be an effective means for obtaining public input and participation in cases of this nature.

YOU ARE FURTHER NOTIFIED that any person desiring to state a position on this Application may file a written comment in support or opposition with the Commission **no later**

than November 21, 2007. 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 Application shall be mailed to the Commission and the Applicant at the addresses reflected below:

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

K. Scott Bruce
Falls Water Company
1770 Sabin Drive
Idaho Falls, ID 83406-6747
E-Mail: scott1@fallswater.com

Street Address for Express Mail:

472 W. Washington Street
Boise, ID 83702-5983

Robert Smith
Utility Consultant
2209 N. Bryson Road
Boise, ID 83713
E-mail: 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. Click the "Comments and Questions" icon, and complete the comment form, using the case number as it appears on the front of this document. These comments must also be sent to Falls Water at the e-mail addresses listed above.

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.

NOTICE OF PUBLIC HEARING

YOU ARE FURTHER NOTIFIED that the Commission will convene a public hearing in this matter. The purpose of the public hearing is to take testimony from members of the public and customers of Falls Water. The public hearing will convene on **TUESDAY, DECEMBER 18, 2007 AT 7:00 P.M. IN THE POCATELLO ROOM OF THE SHILO INN CONVENTION CENTER, 780 LINDSAY BOULEVARD, IDAHO FALLS, IDAHO.**

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YOU ARE FURTHER NOTIFIED that all hearings and workshops in this matter will be held in facilities meeting the accessibility requirements of the Americans with Disabilities Act (ADA). Persons needing the help of a sign language interpreter or other assistance in order to participate in or to understand testimony and argument at a public hearing may ask the Commission to provide a sign language interpreter or other assistance at the hearing. The request for assistance must be received at least five (5) working days before the hearing by contacting the Commission Secretary at:

IDAHO PUBLIC UTILITIES COMMISSION
PO BOX 83720
BOISE, IDAHO 83720-0074
(208) 334-0338 (Telephone)
(208) 334-3762 (FAX)
E-Mail: secretary@puc.idaho.gov

YOU ARE FURTHER NOTIFIED that all proceedings in this case will be held pursuant to the Commission's jurisdiction under Title 61 of the Idaho Code and specifically *Idaho Code* §§ 61-302, 61-307, 61-502, 61-503, 61-507, and 61-622. The Commission may enter any final Order consistent with its authority under Title 61.

YOU ARE FURTHER NOTIFIED that the public hearing in this matter will be conducted pursuant to the Commission's Rules of Procedure, IDAPA 31.01.01.000.

ORDER

IT IS HEREBY ORDERED that the parties comply with the case schedule set out in the body of this Order.

IT IS FURTHER ORDERED that service of discovery and comments between the Company and the Commission Staff be accomplished by electronic mail pursuant to Rule 63, IDAPA 31.01.01.063.

IT IS FURTHER ORDERED that this case be processed under Modified Procedure with a public hearing. Interested persons may file written comments no later than November 21, 2007 or may testify at the public hearing set out above.

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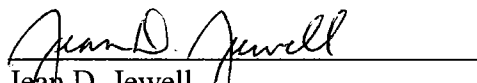
DONE by Order of the Idaho Public Utilities Commission at Boise, Idaho this 23rd
day of October 2007.


MARSHA H. SMITH, COMMISSIONER


MACK A. REDFORD, COMMISSIONER


JIM KEMPTON, COMMISSIONER

ATTEST:


Jean D. Jewell
Commission Secretary

bls/O:FLS-W-07-01_dh2

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