

## DECISION MEMORANDUM

**TO:** COMMISSIONER REDFORD  
COMMISSIONER SMITH  
COMMISSIONER KEMPTON  
COMMISSION SECRETARY  
COMMISSION STAFF

**FROM:** SCOTT WOODBURY  
DEPUTY ATTORNEY GENERAL

**DATE:** APRIL 3, 2008

**SUBJECT:** CASE NO. ISL-W-08-01 (Island Park Water)  
GENERAL RATE CASE

On March 26, 2008, Island Park Water Company, Inc. (Island Park; Company) filed an Application with the Idaho Public Utilities Commission (Commission) requesting a 224% increase in rates, from \$125 per year to \$280 per year. Island Park is a regulated water utility operating under Certificate of Public Convenience and Necessity No. 317. The service area of Island Park is comprised of seven separate water systems located in Fremont County, Idaho. The Company currently has 310 customers. The Company's billing cycle is annual, from June 1 to May 31 each year.

Island Park contends that an increase in rates is necessary to meet increased operating expenses, including the higher cost of electricity, lab fees for testing water, labor and materials for repairs and maintenance to the pumps and water lines. The Company's existing rates were established in July 1992.

### COMMISSION DECISION

Island Park Water Company has filed an Application for a general rate increase. No effective date was requested. Staff requires time to investigate and audit the Company's water system and records. Staff at this time recommends only that the Commission issue a Notice of Application. Staff intends to hold a public workshop for customers and will make a recommendation regarding scheduling dates and further procedure as its investigation proceeds. Does the Commission agree with Staff's recommended procedure?



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Scott D. Woodbury  
Deputy Attorney General