BEFORE THE IDAHO PUBLIC UTILITIES COMMISSION

IN THE MATTER OF THE APPLICATION)
OF MORNING VIEW WATER COMPANY) CASE NO. MNV-W-06-01
INC. FOR AUTHORITY TO INCREASE ITS)
RATES AND CHARGES FOR WATER) NOTICE OF APPLICATION
SERVICE IN THE STATE OF IDAHO)
) NOTICE OF
) MODIFIED PROCEDURE
)
) ORDER NO. 30276
)

On December 8, 2006, Morning View Water Company, Inc. filed a one-page rate case request seeking authority to increase its rates approximately 40%. The Company issued a notice to its customers with its March bills notifying them that it is seeking a 35% increase. If approved, a 35% increase would result in an increase in the monthly bills of customers with ½ acre of \$7.70, customers with ½ acre of \$10.10, and customers of 1 acre of \$12.50. Two customers have filed comments. In this Order, the Commission suspends the implementation of the proposed rate increase.

NOTICE OF APPLICATION

YOU ARE HEREBY NOTIFIED that to meet continued operations needs, the Company requests a revenue requirement increase of approximately 35%. The Commission approved a rate increase for the Company in 2002, and implemented a surcharge of \$5.00 per month to fund a contingency reserve account (with the total amount in the reserve account capped at \$10,000). Order No. 29104.

YOU ARE FURTHER NOTIFIED that the following person is designated as the Company's representative in this matter:

Nolan Gneiting 3996 E. 200 North PO Box 598 Rigby, ID 83442

E-mail: morningviewhomes@gwest.net

All communications with reference to this Application should be served upon the above-named representative of Morning View Water.

NOTICE OF APPLICATION NOTICE OF MODIFIED PROCEDURE ORDER NO. 30276 YOU ARE FURTHER NOTIFIED that Morning View Water's revenue requirement, and every component of it, both rate base and expense, are at issue. The Commission may grant, deny, or modify the revenue requirement requested and may find a revenue requirement different from that proposed by any party is just, fair and reasonable. IDAPA 31.01.01.124.01.

YOU ARE FURTHER NOTIFIED that the rates and charges of all Idaho retail customers, both recurring and non-recurring, are at issue, and every component of every existing and proposed rate and charge is at issue. The Commission may approve, reject or modify the rates and charges proposed and may find that rates and charges different from those proposed by any party are just, fair and reasonable. IDAPA 31.01.01.124.02.

YOU ARE FURTHER NOTIFIED that the Commission may approve, reject or modify existing or proposed relationships between and among rates and charges within, between or among customer classes or rate groupings and may approve, reject or modify existing or proposed relationships among and between customer classes or rate groupings. IDAPA 31.01.124.02.

YOU ARE FURTHER NOTIFIED that the Commission may abolish, reduce or create rate blocks or categories of rates and charges, abolish, create or reduce components of rates and charges, abolish, reduce or create customer classes or rate groupings, and abolish, reduce or create absolute or relative differences among and between existing classes or rate groupings of customers. IDAPA 31.01.01.124.02.

YOU ARE FURTHER NOTIFIED that the tariffs, practices, rules and regulations, service, instrumentalities, equipment, facilities, classifications, and customer relations of the utility are at issue, and the Commission may address any of them in its order. IDAPA 31.01.01.124.02.

NOTICE OF MODIFIED PROCEDURE

YOU ARE HEREBY NOTIFIED that the Commission has determined 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 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.

NOTICE OF APPLICATION NOTICE OF MODIFIED PROCEDURE ORDER NO. 30276 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 within ninety (90) days of the service date of this Order. The comment must contain a statement of reasons supporting the position. 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 Nolan Gneiting 3996 E. 200 North PO Box 598 Rigby, ID 83442

Street Address for Express Mail:

472 W. Washington Street Boise, ID 83702-5983

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 the Applicant 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.

YOU ARE FURTHER NOTIFIED that persons desiring to intervene in this case for the purpose of presenting evidence or cross-examining witnesses must file a Petition to Intervene with the Commission pursuant to Rule 72 and 73 of the Commission's Rules of Procedure, IDAPA 31.01.01.000 *et seq.* Persons desiring to present their views without parties' rights of participation and cross-examination are not required to intervene and may present their comments without prior notification to the Commission or to other parties.

NOTICE OF APPLICATION NOTICE OF MODIFIED PROCEDURE ORDER NO. 30276 YOU ARE FURTHER NOTIFIED that the request and notice to customers have been filed with the Commission and are available for public inspection during regular working hours at the Commission offices. The Application and supporting documents are also available on the Commission's website at www.puc.idaho.gov under "File Room" and then "Water Cases."

YOU ARE FURTHER NOTIFIED that the Commission has jurisdiction over this matter pursuant to Title 61 of the Idaho Code, and specifically *Idaho Code* §§ 61-502, 61-622 and 61-623.

YOU ARE FURTHER NOTIFIED that all proceedings in this matter will be conducted pursuant to the Commission's Rules of Procedure, 31.01.01.000 et seq.

SUSPENSION OF IMPLEMENTATION OF RATE INCREASE

The Company did not propose a specific effective date for its rate increase. Pursuant to *Idaho Code* §§ 61-307, 61-622 and 61-623, the Commission hereby suspends the proposed base rates for a period of 30 days plus 5 months from February 27, 2007, or until such time the Commission enters its Order accepting, rejecting or modifying the proposed rates in this matter.

ORDER

IT IS HEREBY ORDERED that the proposed rate increase submitted by Morning View Water in this matter is suspended for a period of thirty (30) days plus five (5) months from February 27, 2007, or until such time as the Commission enters an Order accepting, rejecting or modifying the request in this matter.

IT IS FURTHER ORDERED that the Application of Morning View Water 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 ninety (90) days from the service date of this Order.

DONE by Order of the Idaho Public Utilities Commission at Boise, Idaho this 15^{+1} day of March 2007.

AUL KJELLANDER, PRESIDENT

MARSHA H. SMITH, COMMISSIONER

MACK A. REDFORD, COMMISSIONER

ATTEST:

Commission Secretary

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