BEFORE THE IDAHO PUBLIC UTILITIES COMMISSION

IN THE MATTER OF THE APPLICATION) CASE NO. UWI-W-05-4
OF UNITED WATER IDAHO INC., TO)
AMEND AND REVISE ITS CERTIFICATE) NOTICE OF AMENDED
OF PUBLIC CONVENIENCE AND) APPLICATION
NECESSITY NO. 143)
) NOTICE OF SETTLEMENT
)) NOTICE OF MODIFIED
) PROCEDURE
)) ORDER NO. 30045

On October 21, 2005, United Water Idaho Inc. ("United Water") filed an Application seeking to amend and revise its Certificate of Public Convenience and Necessity in order to expand its service territory. On November 8, 2005, the Commission issued Order No. 29908 to proceed with the matter by Modified Procedure and requested comments.

On December 1, 2005, the City of Meridian filed a Protest and Request for Hearing. Thereafter followed certain discussions between the Company and the City of Meridian regarding the Application. On December 30, 2005, the Commission issued Order No. 29941 approving the addition of two of the seven parcels set forth in the Application to United Water's Certificate of Public Convenience and Necessity. The Company and the City of Meridian continued discussions following the issuance of Order No. 29941 regarding the other parcels of land set forth in the Application. On May 2, 2006, the Company filed a Stipulation, pursuant to RP 274, between the Company and the City of Meridian to resolve in whose service territory each of the five remaining parcels will reside. The Company also filed an Amended Application and a request for Modified Procedure. On May 11, 2006, the Company filed a Motion to Approve the Stipulation, as well as a letter to clarify the Stipulation.

THE AMENDED APPLICATION

YOU ARE HEREBY NOTIFIED that, according to the Amended Application, United Water seeks to expand the provision of its water services to certain discrete parcels of land. As already noted, the Commission approved amending and revising Certificate No. 143 to include two of the parcels set forth in the Application. A map depicting United Water's current

certificated boundary and United Water's proposed certificated boundary was attached to the Company's Application and is further attached to this Order as Exhibit A. The other parcels of land are located at:

- (1) Cloverdale Road, between Franklin Road and Ustick Road, Ada County (as described in further detail in Exhibit C to the Application);
- (2) Eagle Road and McMillan Road, Ada County (as described in further detail in Exhibit E to the Application);
- (3) The LDS Church at Eagle Road and Lake Hazel Road, Ada County (as described in further detail in Exhibit K to the Application);
- (4) The LDS Church at Linder Road and Columbia Road, Ada County (as described in further detail in Exhibit L to the Application), adjacent to United Water's existing non-contiguous Danskin service area; and
- (5) The Iron Horse subdivision at West Columbia Road and South Black Cat Road, Ada County (as described in further detail in Exhibit R to the Application), which subdivision extends the boundaries of United Water's non-contiguous Danskin service area.

YOU ARE FURTHER NOTIFIED that United Water is also seeking the expansion of its Certificate of Public Convenience and Necessity No. 143 to add the parcel of land in an area denominated as "Lake Hazel/Columbia" as described in Exhibit D attached to the Stipulation (described in more detail below) and attached to this Order as Exhibit B.

YOU ARE FURTHER NOTIFIED that United Water states that the areas it is proposing to serve are not within the authorized territory of any other water utility corporation under the jurisdiction of the Commission and are covered by United Water's rules and regulations. The Amended Application states that there are no known public entities, persons, or corporations with whom the expansion is likely to compete, and the requested expansion would not interfere with the operation of any other water utility. United Water proposes to provide service pursuant to its Tariff No. 1, General Metered Service, and in all respects will provide service pursuant to its Rules and Regulations as approved by the Commission.

NOTICE OF SETTLEMENT

YOU ARE FURTHER NOTIFIED that United Water and the City of Meridian have entered into a Stipulation agreement, settling unresolved issues regarding the areas to be served

by United Water. United Water filed the Stipulation agreement and a Motion to Approve the Stipulation.

YOU ARE FURTHER NOTIFIED that in the Stipulation agreement, the parties agreed that the areas denominated in the Application as Iron Horse, LDS Church at Linder, and the Cloverdale Road parcel may be included in United Water's service territory.

YOU ARE FURTHER NOTIFIED that in the Stipulation agreement, the parties agreed that with respect to the area denominated as Eagle & McMillan, the boundary of this area shall be re-drawn so that it does not overlap with the boundary of Meridian's area of city impact. The revised description of the Eagle & McMillan expansion is set forth in Exhibit B attached to the Stipulation and is attached to this Order as Exhibit C.

YOU ARE FURTHER NOTIFIED that, pursuant to the Stipulation agreement, United Water's request for expansion into the area denominated as LDS Church at Eagle Road is withdrawn.

YOU ARE FURTHER NOTIFIED that in the Stipulation agreement, United Water requests that a portion of the area previously added to its service territory in Order No. 29785, known as the Blackrock area, be deleted from Certificate No. 143 such that the western boundary of United Water's certificated area is upon a North-South line as depicted on Revised Exhibit A, attached to the Stipulation. The area is further described in Exhibit C to the Stipulation and is attached to this Order as Exhibit D.

YOU ARE FURTHER NOTIFIED that in the Stipulation, the parties agree that an area denominated as "Lake Hazel/Columbia" may be added to United Water's Certificate No. 143. This area is described in Exhibit D as attached to the Stipulation agreement, and is attached to this Order as Exhibit B.

NOTICE OF MODIFIED PROCEDURE

YOU ARE FURTHER NOTIFIED that the Amended Application, Stipulation and Motion to Approve the Stipulation and supporting workpapers, testimonies and exhibits, have been filed with the Commission and are available for public inspection during regular business hours at the Commission offices. These documents and testimonies are also available on the Commission's Website at www.puc.idaho.gov under the "File Room" icon.

YOU ARE FURTHER NOTIFIED that the Commission has determined that the public interest may not require a formal hearing in this Case No. UWI-W-05-4 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.

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 fourteen (14) days from the date of this Order. 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

Street Address for Express Mail:

472 W. Washington Street Boise, ID 83702-5983

Dean J. Miller, Esq. McDevitt & Miller LLP

PO Box 2564 Boise, ID 83701

E-mail joe@mcdevitt-miller.com

Gregory P. Wyatt United Water Idaho Inc.

PO Box 190420

Boise, ID 83719-0420

E-mail greg.wyatt@unitedwater.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 United 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 APPLICATION NOTICE OF STIPULATION NOTICE OF MODIFIED PROCEDURE ORDER NO. 30045

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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* §§ 526 and 528. The Commission may enter any final Order consistent with its authority under Title 61.

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

ORDER

IT IS HERBY ORDERED that this Case No. UWI-W-05-4 be processed under Modified Procedure. Persons interested in submitting written comments regarding this case or protesting the use of Modified Procedure should do so no later than 14 days from the service date of this Order.

DONE by Order of the Idaho Public Utilities Commission at Boise, Idaho this 17th day of May 2006.

PAUL KJELLANDER, PRESIDENT

MARSHA H. SMITH, COMMISSIONER

ENNIS S. HANSEN, COMMISSIONER

ATTEST:

Jean D. Jewell J Commission Secretary

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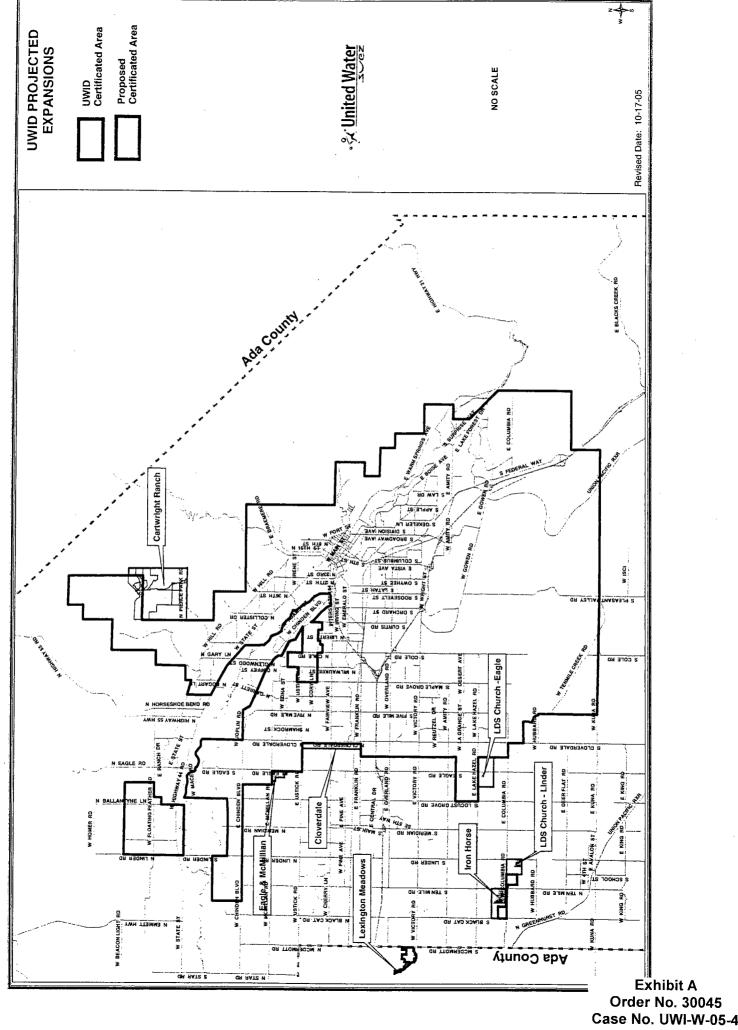


EXHIBIT D

Description for Lake Hazel/Columbia

A parcel of land being all of the East 1/2 of Section 4, Township 2 North, Range 1 East, Boise Meridian; Ada County, Idaho.

EXHIBIT B

Description for Eagle Road and McMillan.

Parcels of land being:
all of the Northeast 1/4 of the Northeast 1/4;
all of the Northeast 1/4 of the Northwest 1/4 of the Northeast 1/4;
all of the East 1/2 of the Southeast 1/4 of the Northeast 1/4;
all of the Northeast 1/4 of the Northeast 1/4 of the Southeast 1/4;
(continued on following page)
and all of the East 1/2 of the Northwest 1/4 of the Northeast 1/4 of the Southeast 1/4;
all in Section 32, Township 4 North, Range 1 East, Boise Meridian; Ada County, Idaho.

EXHIBIT C

Description for Black Rock Adjustment Area.

A parcel of land being all of the East 1/2 of Section 33; Township 3 North, Range 1 East, Boise Meridian; Ada County, Idaho.