

DECISION MEMORANDUM

TO: COMMISSIONER KJELLANDER
COMMISSIONER SMITH
COMMISSIONER HANSEN
COMMISSION SECRETARY
COMMISSION STAFF
LEGAL

FROM: WELDON STUTZMAN

DATE: FEBRUARY 6, 2007

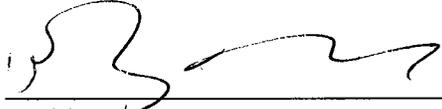
SUBJECT: CASE NO. UWI-W-07-01
UNITED WATER'S APPLICATION TO AMEND ITS CERTIFICATE
AND FOR APPROVAL OF A SPECIAL FACILITIES AGREEMENT

On January 10, 2007, United Water Idaho Inc. filed an Application requesting approval of an amendment to its Certificate of Public Convenience and Necessity and of a Special Facilities Agreement with Avimor LLC. United Water signed an agreement with Avimor to provide water to a subdivision development located north of Boise. The area of development currently is not within the certificated area of any water company. In order for United Water to provide service to the area, it must extend its facilities, including approximately 30,500 feet of main water line, a booster station, and 600,000-gallon water storage reservoir. Avimor has agreed to provide the initial funding for the needed facilities at an approximate cost of \$6.3 million. United Water will provide refunds to Avimor as new customers are connected to the facilities. United Water requests that its Application be processed by Modified Procedure.

Staff recommends that the Application of United Water for an amendment to its Certificate of Public Convenience and Necessity and for approval of a Special Facilities Agreement be processed by Modified Procedure with a 30-day comment period. A 30-day comment period will allow Staff sufficient time to obtain information from the Company and complete its analysis.

COMMISSION DECISION:

Should the Application of United Water for amendment to its Certificate of Public Convenience and Necessity and for approval of a Special Facilities Agreement be processed by Modified Procedure, with a 30-day comment period?



Weldon B. Stutzman

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