

**BEFORE THE IDAHO PUBLIC UTILITIES COMMISSION**

**IN THE MATTER OF THE APPLICATION )  
OF UNITED WATER IDAHO INC. FOR AN ) CASE NO. UWI-W-07-05  
AMENDMENT TO ITS CERTIFICATE OF )  
PUBLIC CONVENIENCE AND NECESSITY ) NOTICE OF APPLICATION  
NO. 143 AND FOR AN ACCOUNTING )  
ORDER ) NOTICE OF  
 ) MODIFIED PROCEDURE  
 )  
 ) NOTICE OF  
 ) COMMENT/PROTEST DEADLINE**

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YOU ARE HEREBY NOTIFIED that on September 28, 2007, United Water Idaho Inc. (United Water; Company) filed an Application with the Idaho Public Utilities Commission (Commission) requesting approval of a July 26, 2007 Purchase and Sale Agreement (Agreement) between United Water and the City of Kuna. The subject matter of the Agreement is the sale by United Water to the City of a non-contiguous water system presently serving Danskin Ridge, Saddle Ridge and Iron Horse Subdivisions. Reference Case No. UWI-W-00-02, Order No. 28377 (May 15, 2000).

Pursuant to Agreement, the purchase price is \$375,000. United Water estimates that the net proceeds at closing will be approximately \$212,255. Kuna has agreed to assume the Company's outstanding obligations under the Non-Contiguous Agreement and Mainline Extension Agreements with other third parties and to hold United Water harmless from further obligations thereunder.

United Water contends that acquisition of the Danskin-Saddle Ridge system by Kuna is consistent with the public convenience and necessity because the customers will obtain water service from a dependable municipal supplier (Kuna) at rates that are lower than United Water's rates. In addition, when Kuna connects the Danskin-Saddle Ridge system with its existing municipal system, the customers will experience improved redundancy for both domestic and fire protection flows.

United Water recommends proposed journal entries to account for the sale proceeds. The Company further requests a determination that gain or profit associated with the transfer is the property of United Water and that its customers do not have an interest therein.

NOTICE OF APPLICATION  
NOTICE OF MODIFIED PROCEDURE  
NOTICE OF COMMENT/PROTEST DEADLINE

United Water requests a Commission Order

- Approving the modification of United Water's Certificate of Public Convenience and Necessity No. 143 by eliminating the Danskin-Saddle Ridge system therefrom;
- Confirming that after the date of closing of the purchase and sale transaction, United Water will have no further obligation to provide domestic water service to the Danskin-Saddle Ridge system customers;
- Confirming that following the assumption by Kuna of the Non-Contiguous Agreement and the Mainline Extension Agreements, United Water will have no further obligations thereunder;
- Approving the Company's accounting proposal and determining that gain arising from the transfer is the property of United Water.

The Company's Application in this case includes a map of the Danskin-Saddle Ridge water system, a copy of the Agreement for Purchase and Sale between the Company and the City of Kuna, and the supporting direct testimony of Gregory P. Wyatt, Vice President and General Manager of United Water Idaho.

YOU ARE FURTHER NOTIFIED that the Commission has reviewed the filings of record in Case No. UWI-W-07-05. The Commission has preliminarily determined that the public interest regarding the sale and transfer of the Danskin Ridge/Saddle Ridge non-contiguous water system to the City of Kuna may not require a hearing to consider the issues presented and that issues raised by the Company's filing may be processed under **Modified Procedure**, i.e., by written submission rather than by hearing. Reference Commission Rules of Procedure, IDAPA 31.01.01.201-204.

YOU ARE FURTHER NOTIFIED that the Commission may not hold a hearing in this proceeding unless it receives written protests or comments opposing the use of Modified Procedure and stating why Modified Procedure should not be used. Reference IDAPA 31.01.01.203.

YOU ARE FURTHER NOTIFIED that the **deadline for filing written comments or protests** with respect to United Water's Application and the use of Modified Procedure in Case No. UWI-W-07-05 is **Friday, November 30, 2007**. Persons desiring a hearing must specifically request a hearing in their written protest or comments.

YOU ARE FURTHER NOTIFIED that if no written comments or protests are received within the deadline, the Commission may consider the matter on its merits and may enter its Order without a formal hearing. If comments or protests are filed within the deadline, the Commission will consider them and in its discretion may set the matter for hearing or may decide the matter and issue its Order based on the written positions before it. Reference IDAPA 31.01.01.204.

YOU ARE FURTHER NOTIFIED that written comments concerning Case No. UWI-W-07-05 should be mailed to the Commission and United Water 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

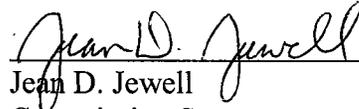
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All comments should contain the case caption and case number shown on the first page of this document. Persons desiring to submit comments via e-mail may do so by accessing the Commission's home page located at [www.puc.idaho.gov](http://www.puc.idaho.gov). 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 the Application in Case No. UWI-W-07-05 may be viewed at [www.puc.idaho.gov](http://www.puc.idaho.gov) by clicking on "File Room" and "Water Cases," or can be viewed during regular business hours at the Idaho Public Utilities Commission, 472 W. Washington Street, Boise, Idaho and at the principal office of United Water Idaho Inc., 8248 West Victory Road, Boise, Idaho.

DATED at Boise, Idaho this 10<sup>th</sup> day of October 2007.

  
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Jean D. Jewell  
Commission Secretary

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