



JON HUNTSMAN Jr.  
*Governor*  
GARY HERBERT  
*Lieutenant Governor*

State of Utah  
Department of Commerce  
Division of Public Utilities

FRANCINE GIANI  
*Executive Director*

THAD LEVAR  
*Deputy Director*

PHILIP J. POWLICK  
*Director, Division of Public Utilities*

--= MEMORANDUM =--

**TO: PUBLIC SERVICE COMMISSION OF UTAH**

**FROM: DIVISION OF PUBLIC UTILITIES**  
Philip W. Powlick, Division Director  
William Duncan, Telecommunications/Water  
Shauna Benvegna-Springer, Utility Analyst

**DATE:** March 4, 2009

**SUBJECT:** White Hills Water Company, Inc. Proposed Rate Schedule (Tariff #3)

**RE:** Docket Number 08-2199-T01

**RECOMMENDATION: DENIED**

The Division of Public Utilities (DPU) has reviewed the proposed rate schedule (Tariff #3) submitted by White Hills Water Company, Inc. on February 17, 2009 for tariff compliance and investigation with the Report and Order issued by the Public Service Commission on February 4, 2009. The Division recommends the proposed rate schedule be denied because it is not in compliance with the Report and Order of the Public Service Commission. The Division has discussed with the Company the corrections necessary for the rate schedule to be in compliance. The Company will submit a revised proposed rate schedule (Tariff #3) in the very near future.

The Company will also be submitting a tariff change request to make modifications to the rules and regulations of the tariff to include an institutional rate, non-compliance charge, water use per customer clause and fee, backflow protection clause, insurance coverage clause and an increase to the credit deposit.

Therefore, the Division recommends denying the proposed rate schedule (Tariff #3) at this time.

cc: Kerry Jackson, White Hills Water Company, Inc.