

GARY HERBERT. Governor GREG BELL 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 J. Powlick, Division Director Bill Duncan, Manager, Telecom & Water Section Shauna Benvegnu-Springer, Utility Analyst

DATE: May 6, 2010

SUBJECT: In the Matter of the Notice of Transfer of the Water System of Durfee Creek Homeowners Association and all Assets Associated with the Water System to Liberty Pipeline

RE: Docket No. 10-2194-01

<u>**RECOMMENDATION:</u></u> Cancellation of Durfee Creek Inc. Association Certificate of Public Convenience and Necessity No. 2728</u>**

On February 28, 2010, Durfee Creek Inc Homeowners Association notified the Public Service Commission that all their assets for their water system had been transferred to Liberty Pipeline Company as on December 1, 2008. The Division verified that this did occur with Liberty Pipeline Company in conversations with Delbert Bishop, President of Liberty Pipeline Company.

Liberty Pipeline Company received a Certificate of Exemption No. 206 from the Public Service Commission of Utah on March 21, 2006. The residents of Durfee Creek Inc. Association were granted membership in Liberty Pipeline Company because of transferring the assets of their water system, and were issued a certificate of stock in the Liberty Pipeline Company. Therefore, the Division recommends cancelling the Certificate of Public Convenience and Necessity No, 2728 issued to Durfee Creek, Inc. Association.