



State of Utah
Department of Commerce
Division of Public Utilities

FRANCINE GIANI
Executive Director

THAD LEVAR
Deputy Director

CHRIS PARKER
Director, Division of Public Utilities

GARY HERBERT.
Governor
GREG BELL
Lieutenant Governor

-== MEMORANDUM ==-

TO: Utah Public Service Commission

FROM: Division of Public Utilities
Chris Parker, Division Director
William Duncan, Manager, Telecommunication & Water Section
Shauna Benvegna-Springer, Utility Analyst

SUBJECT: In the Matter of the Apple Valley Water System Rating Change to
“Not Approved”

RE: Docket No 11-2178-01

DATE: August 17, 2011

STATUS REPORT:

The Division has provided assistance and information to Steve Gubler, Apple Valley Water Company (Company) since July 2010 to request an increase in rates for the current tariff. The Division of Public Utilities (Division) has reviewed the activity between the Division of Drinking Water, City of Apple Valley, Washington County Water Conservancy District, Rural Water and Apple Valley Water Company regarding the issues pertaining to the downgrade of the water system rating of the Company to “not approved”. The Division has been in contact with Curtis Gubler, Steve Gubler, and Frances Harper of the Company. A meeting occurred on or about July 15, 2011, with all the parties identified above, to review the water system and determine a plan of action.

The Division is providing information to the Division of Drinking Water for developing a bilateral compliance agreement for the water company to bring the rating back to an approved status. As part of the agreement, the Division anticipates the filing of a rate increase within the next 30 days by the Company.

cc: Curtis Gubler, Apple Valley Water Company
Frances Harper, Apple Valley Water Company
Steve Gubler, Apple Valley Water Company
Ken Wilde, Division of Drinking Water