

- BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH -

In the Matter of Highlands Water)
Company Inc.'s Request for Tariff) DOCKET NO. 14-010-T01
Revisions) NOTICE OF FILING AND COMMENT
) PERIOD
)
)

ISSUED: February 26, 2014

NOTICE OF FILING

Pursuant to Utah Code Ann. § 63G-4-201 et seq., notice is given that Highlands Water Company, Inc. ("Highlands") filed a request for tariff revisions on February 25, 2014.

Highlands' filing states:

Highlands . . . submits this request to revise its existing Schedule of Rates, Rules and Regulations, Tariff No. 4 ("Tariff"). Highlands' existing Tariff correctly recognizes that all of the cost associated with the new development that occurs within Highlands' service area must be paid by the developer. However, the Tariff should be revised to specifically identify infrastructure and water rights costs that Highlands will charge all future developers seeking water service from Highlands.

On October 17, 2011, Highlands entered into an Infrastructure Development Agreement with BNCAAA, LLC ("Agreement") documenting the agreement of the parties that BNCAAA, in connection with its development of the Whisper Ridge Phase I subdivision, would construct and dedicate to Highlands excess infrastructure capacity that could be used to serve future development in Highlands' service area. Highlands would repay to BNCAAA the cost of the excess infrastructure capacity by collecting the cost of the infrastructure capacity from future developers benefitting from the system. A copy of the Agreement is attached for your information.

...

Highlands requests that its Tariff be revised to include a charge to developers for infrastructure costs of \$2,675.00 per ERU. This fee

will not impact Highlands existing rate payers but appropriately allocate the cost of development to the developer.

New development also requires the dedication of water rights to serve the project. The cost of securing water rights to serve development must be paid by the developer and should not be a cost incurred by Highlands' existing customers. Therefore, Highlands also requests that its Tariff be revised to include a charge to developers for the cost of securing water rights in the amount of \$5,000.00 per ERU (Highlands requires one acre-foot of water for each ERU). Highlands may waive this fee if a developer conveys to Highlands sufficient water rights, acceptable to Highlands and approved for use within the Highlands system, to serve the development at the rate of one acre-foot per ERU.

The pending docket can be viewed on the Commission's website at:

<http://www.psc.utah.gov/utilities/water/waterindx/14010T01indx.html>.

NOTICE OF COMMENT PERIOD

Any interested party may submit comments on the above application no later than

Wednesday, March 12, 2014.

DATED at Salt Lake City, Utah, this 26th day of February, 2014.

/s/ Melanie A. Reif
Administrative Law Judge

Attest:

/s/ Gary L. Widerburg
Commission Secretary
DW#251135

CERTIFICATE OF SERVICE

I CERTIFY that on the 26th day of February, 2014, a true and correct copy of the foregoing was served upon the following as indicated below:

By E-Mail:

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