



State of Utah  
Department of Commerce  
Division of Public Utilities

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**MEMORANDUM**

**To:** Public Service Commission

**From:** Division of Public Utilities

Chris Parker, Director

Bill Duncan, Telecommunications / Water Manager

Mark Long, Utility Analyst *ML*

**Date:** May 15, 2012

**Re:** In the matter of the Application for Interim Rate Increase for Mountain Sewer, Docket no. 11-097-03

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On April 6, 2012, Mountain Sewer filed applications with the Utah Public Service Commission (Commission) for a General Rate Case Increase, Interim Rate Increase and Special Assessment. Mountain Sewer is basing its rates and fees for the interim rates on the amounts requested in its Application for a General Rate Case Increase.

The Utah Division of Public Utilities (Division) has performed a cursory review of the rate increase and interim rate increase applications and the exhibits filed in support of the aforementioned applications and believes that Mountain Sewer meets its obligation under Utah Code 54-7-12 (4)(a) for approval of its request for interim rates. Specifically, the Division believes Mountain Sewer has presented adequate prima facie evidence that the interim rate increase is justified as required by Utah Code 54-7-12(4)(a)(iii).

The Division recommends that the Utah Public Service Commission approve the interim rates and fees (See chart on following page) as filed in Mountain Sewer's Application for an Interim Rate Increase.

Please see the chart on the following page for the rates and fees requested by Mountain Sewer and recommended by the Division.

Current Rates		Requested Rates	
Fixed System Fees	None	Fixed System Fee (paid by all customers)	\$12.14
		Capital Reserve Fee (paid by all customers)	\$12.26
Monthly Fee (connected customers)	\$22.00	Usage Fee (connected customers only)	\$32.67
		<b>Total Monthly Fee (connected customers only)</b>	<b>\$57.06</b>
Standby Fee	None	<b>Total Standby Fee equal to Fixed System Fee plus Capital Reserve Fee (unconnected customers only)*</b>	<b>\$24.40</b>
Single Connection Fee	\$3,000	Single Connection Fee	\$5,000
Hookup Fee	none	Hookup Fee	\$300
Turn On Fee	none	Turn On Fee	\$100
Late Fee	18% per annum	Late Fee	18% per annum