

- BEFORE THE PUBLIC SERVICE COMMISSION OF UTAH -

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In the Matter of Community Water  
Company, LLC

DOCKET NO. 16-098-01  
ORDER TO SHOW CAUSE

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ISSUED: February 22, 2016

On February 19, 2016, the Utah Division of Public Utilities (Division) filed with the Public Service Commission of Utah (Commission) a petition for an order requiring Community Water Company, LLC (CWC) to show cause why:

- (a) CWC should not be ordered to petition the Commission for a rate increase; or,  
alternatively
- (b) the Division should not be ordered to petition for an increase in CWC's rates.

The Division brings this petition because CWC has filed two petitions for rate increases in the past two years, but has also abandoned both cases. The Division alleges that CWC's current rates, which were established in 2001, are insufficient to maintain the company and fund a reserve account. The Division further alleges that CWC's infrastructure is aging, and that the necessary improvements will be costly.

CWC's most recent petition for a rate increase was filed on July 23, 2015. In requesting leave to withdraw that case, CWC represented that it was in negotiations with one or more entities that might wish to acquire the company's assets and customers. Therefore, on December 30, 2015, the Commission agreed to dismiss the petition in order to allow time for a transfer to take place. The Division alleges that no transfer has occurred.

Given the foregoing, we find good cause to grant the Division's petition. Within 30 days of the date of this order, CWC shall show cause why it should not be ordered to petition the

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Commission for a rate increase or, alternatively, why the Division should not be ordered to seek a rate increase on behalf of CWC.

DATED at Salt Lake City, Utah, February 22, 2016.

/s/ Jennie T. Jonsson  
Administrative Law Judge

Approved and confirmed February 22, 2016 as the Order of the Public Service Commission of Utah.

/s/ Thad LeVar, Chair

/s/ David R. Clark, Commissioner

/s/ Jordan A. White, Commissioner

Attest:

/s/ Gary L. Widerburg  
Commission Secretary  
DW#271991

CERTIFICATE OF SERVICE

I CERTIFY that on February 22, 2016, a true and correct copy of the foregoing was served upon the following as indicated below:

By Electronic-Mail:

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Administrative Assistant