

Water

Corp.

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IDAHO PUBLIC

2626 Eldorado

Boise, Idaho 83704

Telephone 375-0931

May 30,2018

Diane Hanian, Secretary Idaho Public Utilities Commission P.O. Box 83720 Boise, Idaho 83720-0074

Re:

CASE NO. CAP-W-18-01

IN THE MATTER OF THE APPLICATION

OF CAPITOL WATER CORP. TO CHANGE ITS SCHEDULE NO. 3

PURCHASED POWER COST ADJUSTMENT RATE

#### Dear Ms Hanian:

Enclosed are an original and seven copies of an application and exhibits for approval of Capitol Water Corporations change in its Schedule No. 3 Purchased Power Cost Adjustment. The change is necessitated by Idaho Power Company's changes in the rates and charges for electric service to Capitol Water Corporation.

Applicant is requesting that the Commission process this application under its rules of modified procedure without hearing.

An electronic version of Applicant's application, exhibits and work papers is also enclosed for the Commission Staff's review.

Sincerely,

Robert Price, President

Capitol Water Corporation

Robert Price, President Capitol Water Corp. 2626 Eldorado Boise, Idaho 83704

Ph: (208) 375-0931 Fax: (208) 375-0951

E-mail: <u>capitolwatercorp@yahoo.com</u> Representative for Capitol Water Corp. RECEIVED
2018 MAY 30 PM 2: 26

IDAHO PUBLIC UTILITIES COMMISSION

### BEFORE THE IDAHO PUBLIC UTILITIES COMMISSION

| IN THE MATTER OF THE APPLICATION | )  | CASE NO. CAP-W-18-01 |
|----------------------------------|----|----------------------|
| OF CAPITOL WATER CORP. TO        | )  |                      |
| CHANGE ITS SCHEDULE NO. 3        | )  | APPLICATION          |
| PURCHASED POWER ADJUSTMENT RATE  | 2) |                      |

COMES NOW Capitol Water Corporation ("Capitol", "Applicant" or "Company"), holder of Certificate of Convenience and Necessity Number 239, and files this Application to change its Schedule No. 3 Purchased Power Cost Adjustment rate to recover the Company's cost of electricity related to Idaho Power Company's electric rate schedules that have been approved by the Idaho Public Utilities Commission ("IPUC" or Commission).

Applicant's current base rates were established by Order No. 30762 in Case No. CAP-W-08-02. In that order the Commission adopted a three (3) year average of 1,454,401 KWh of electricity consumption at an average cost of 5.19¢ to establish rates for Applicant. Together these produce a total cost of electric power for Applicant of \$75,483.41.

Applicant's actual power costs in the calendar year 2017 were \$92,517. This is a cost of \$17,034 more than embedded in the Company's base rates. This additional cost requires an adjustment to customer rates of 2.61% as reflected in Exhibit No. 1 attached to this Application. Applicant proposes to recover these additional electric power costs by replacing the Company's currently approved Schedule No.3 Purchased Power Cost Adjustment of 3.1% with a new Purchased Power Cost Adjustment of 2.61 %.

Initially when the Commission approved the PPCA for Capitol Water Corporation, it adopted a three (3) year average of power consumption, as proposed by the Staff of the Commission (Staff), as more indicative of what to expect in the future. In case (CAP-W-17-01) the Commission

adopted, the most recent twelve months of power costs as a better more efficient method for the Company to recover its' increased electric power costs.

Also enclosed is a one page Exhibit No.2 that is a copy of the Company's current approved Schedule No. 3 in legislative format that shows the proposed change to the Purchased Power Cost Adjustment.

A new Schedule No. 3, with the proposed power cost adjustment rate, is enclosed for the Commission's approval with an effective date of July 15, 2018.

Applicant has provided a work sheet showing the detail of the Company's electric power bills used to develop the proposed power cost adjustment to the Commission's Staff for its review.

Applicant requests that the Commission process this Application under its rules of modified procedure and approve the rates effective August 1, 2018

Capitol Water Corporation will inform its customers of this application through a customer notice that will be included with customer bills to be mailed June 1, 2018 and by a news release that is being sent to the Idaho Statesman and the Idaho Business Review newspapers coincident with this filing. Copies of the customer notice and news release are enclosed as Exhibit Nos. 3 and 4 respectively.

CONTACT INFORMATION:

Questions regarding this Application should be addressed to:

Robert Price, President Capitol Water Corp. 2626 Eldorado Boise, Idaho 83704

Ph: (208) 375-0931

e-mail capitolwatercorp@yahoo.com

Please provide copies of all correspondence, notices and orders to the above individual.

Respectfully submitted,

Robert Price, President

Capitol Water Corporation

## Capitol Water Corporation Calculation of Purchased Power Cost Adjustment Based Upon Energy Conaumption in the Year 2017

| 1  | Base Revenue  | \$651,738            | Per Order #30762 in CAP-W-08-02                                      |
|----|---|----------------------|--|
| 3  | Actual Power Cost from 2017 Power Cost Embedded in Base Revenue | \$92,517<br>\$75,483 | From Power Bills Workpaper Calculated Per Order #30762 (CAP-W-08_02) |
|    | Incremental Cost  | \$17,034             | Line 2 less Line3  |
| 5  | PPCA Required   | 2.61%                | Line 4 / Line 1  |
| 6  | Current PPCA  | 3.10%                | From Current Tarriff   |
| 7  | Incremental Decrease in PPCA                                    | -0.49%               |  |
|    |   |                      |  |
| 8  | Incremental Revenue Produced by New PPCA                        | \$17,034             | Line 1 X Line 5  |
| 9  | Incremental Revenue Produced by current PPCA                    | \$20,204             | Line 1 *Line 6   |
| 10 | Increase or (decrease)From Current Charges                      | \$(3,170)            | Line 8 less Line 9   |

| Tarriff No.                          | Pag                           | e          |                                       |                 |   |
|--------------------------------------|-------------------------------|------------|---------------------------------------|-----------------|---|
| I.P.U.C. No.                         |                               |            |                                       |                 |   |
| Canadias                             |                               |            |                                       |                 |   |
| Canceling                            |                               |            |                                       |                 |   |
| Name of Utility  CAPITOL WATER CORPO | DATION                        |            | (Approval St                          | amn)            |   |
| CAPITOL WATER CORPO                  |                               | IEDULE     | (Approval St                          | amp)            |   |
|                                      |                               |            | I-RECURRING CHARGES                   |                 |   |
| RECURRING CHARGES                    |                               |            |                                       |                 |   |
| Applicable: To all cus               | tomer bills                   |            |                                       |                 |   |
| Purchased Power Cost Adju            | ıstment: (PPCA)               |            |                                       |                 |   |
| 15-Jul-18                            |                               |            | 2.61%                                 |                 |   |
| Beginning August 15, 2017            | all customer bills will be in | creased b  | by <del>3.1%.</del> The purpose of th | e PPCA is to    | С |
| allow the company to adjus           | t its rates when its power s  | supply co  | sts increase or decrease.             | The PPCA is     |   |
| expressed as a percentage,           | which only applies to the r   | monthly (  | charges for service as listed         | l in schedule   |   |
| Nos.1,2 and 4. It does not a         | pply to the total bill amou   | nt, which  | includes other charges su             | ch as           |   |
| the DEQ fee and the City of          | Boise franchise fee shown     | below.     |                                       |                 |   |
| City of Boise Franchise Fee          | :                             |            |                                       |                 |   |
| All customer bills will be inc       | reased by 3% for payment      | of Franc   | hise Fees assessed by the (           | City of Boise.  |   |
| Department of Environmer             | ital Quality Fee:             |            |                                       |                 |   |
| All customer bills will be inc       |                               | the asses  | ssment required by the Ida            | ho              |   |
| Department of Environmen             | tal Quality.                  |            |                                       |                 |   |
| NON-RECURRING CHARGES                | 5                             |            |                                       |                 |   |
|                                      | stomer bills                  |            |                                       |                 |   |
| Reconnection Charges: A r            | econnection charge will be    | e assesse  | d to any customer who has             | S               |   |
| been voluntarily or involunt         | arily disconnected in comp    | oliance w  | ith the Idaho Public Utilitie         | <b>2</b> S      |   |
| Commission's Utility Custor          | ner Relations Rules (UCRR)    | . Charge   | s do not apply to custome             | rs              |   |
| who have been involuntaril           | y disconnected for the con    | venience   | of the Company.                       |                 |   |
| Reconne                              | ction Charge                  |            |                                       | \$20.00         |   |
| The follo                            | wing "Customer Requested      | d Service  | Calls" charges also apply.            |                 |   |
| Customer Requested Servi             |                               |            |                                       | \$0.00          |   |
|                                      | Other Than Norr               |            |                                       | \$20.00         |   |
|                                      | all charges will be waived i  |            |                                       |                 |   |
| to Comp                              | any's equipment through r     | no fault o | f the customer.                       |                 |   |
| Normal Business Hours are            | 8:00 AM to 5:00 PM Mond       | day throu  | gh Friday excluding                   |                 |   |
| Legal Holidays recognized b          |                               | -          | , ,                                   |                 |   |
| Returned Check Charge: In            | the event a customers sh      | ook is rot | urned by the Company's b              | ank for         |   |
| any reason, the Company w            |                               |            |                                       | \$15.00         |   |
| an, reason, and company a            | change the easterner of       |            | representation of                     | <b>\$15.00</b>  |   |
| Meter Testing Fee: Not Cu            | rrently in Use.               |            |                                       |                 |   |
| *                                    |                               |            |                                       |                 |   |
| 1                                    | 30, 2018                      |            |                                       | July 15, 2018   | _ |
| Issued August                        | 1 <del>5, 2017</del>          | Effecti    | ve                                    | August 15, 2017 | C |
| Ву                                   |                               | Title      |                                       |                 |   |
| <i>-</i> ,                           |                               | . 1.1.0    | President                             |                 |   |

### **NOTICE TO OUR CUSTOMERS**

Capitol Water Corporation filed an application on May 30th with the Idaho Public Utilities Commission to decrease its Purchased Power Cost Adjustment from 3.1% to 2.61%, a decrease of 0.49 percentage points. The unmetered residential customer will, if approved by the Commission, see a decrease in their monthly bill of \$0.15 in the months of May through September and \$0.06 in all other months. Metered customers will see a decrease of 0.49% in their bill. The Purchased Power Cost Adjustment appears on water bills as "PPCA Adj". The Purchased Power Cost Adjustment is applied to customer bills after all other charges for water service have been accumulated excluding Boise City Franchise fees and Idaho Department of Environmental Quality fees. The Company has requested an effective date of July 15th. The application is in response to changes in the electric rates Idaho Power charges Capitol Water Corporation for the electric power it uses to provide water service to customers and is expected to produce a decrease in Company revenues of \$3,170. The application is subject to the approval of the Commission and is available for review at the Company's office at 2626 Eldorado St. in Boise and on the Commission's web site at puc.idaho.gov and one may subscribe to the Commission's RSS feed to receive periodic updates via email about the case. Customers may make written comments to the Commission regarding the application.

Comments and inquiries may be addressed to the Idaho Public Utilities Commission on its web site by going to the "file room" link on the home page and scrolling to the bottom of the list to "file a comment or complaint". Case No. CAP-W-18-01 should be identified in all correspondence with the Idaho Public Utilities Commission.

Capitol Water Corporation Idaho Public Utilities Commission

2626 Eldorado PO Box 83720

Boise, Idaho 83703 Boise, Idaho 83720-0074

Ph (208) 375-0951 Ph (208) 334+0300 or (800) 432-0369

Capitol Water Corporation 2626 Eldorado St. Boise, Idaho 83704

May 30, 2018

# NEWS

Capitol Water Corporation filed an application on May 30th with the Idaho Public Utilities Commission to decrease its Purchased Power Cost Adjustment from 3.1% to 2.61%, a decrease of 0.49percentage points. The unmetered residential customer will, if approved by the Commission, see a decrease in their monthly bill of \$0.15 in the months of May through September and \$0.06 in all other months. Metered customers will see a decrease of 0.49% in their bill. The Purchased Power Cost Adjustment appears on water bills as "PPCA Adj". The Purchased Power Cost Adjustment is applied to customer bills after all other charges for water service have been accumulated excluding Boise City Franchise fees and Idaho Department of Environmental Quality fees. The Company has requested an effective date of July 15th. The application is in response to changes in the electric rates Idaho Power charges Capitol Water Corporation for the electric power it uses to provide water service to customers and is expected to produce a decrease in Company revenues of \$3,170. The application is subject to the approval of the Commission and is available for review at the Company's office at 2626 Eldorado St. in Boise and on the Commissions web site at puc.idaho.gov and one may subscribe to the Commissions RSS feed to receive periodic updates via email about the case. Customers may make written comments to the Commission regarding the application.

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Capitol Water Corporation Idaho Public Utilities Commission

2626 Eldorado PO Box 83720

Boise, Idaho 83703 Boise, Idaho 83720-0074

Ph (208) 375-0931 Ph (208) 334+0300 or (800) 432-0369

END

For More Information contact:

Capitol Water Corporation President Robert Price at (208) 375-0931

| Tarriff No.                              |   | Page                         |                               |                |  |
|--|---|------------------------------|-------------------------------|----------------|--|
| I.P.U.C. No.                             |   |                              |                               |                |  |
|  |   |                              |                               |                |  |
| Canceling                                |   |                              |                               |                |  |
| Name of Utility                          |   |                              |                               |                |  |
| CAPITOL WATE                             | R CORPORATION   |                              | (Approval St                  | amp)           |  |
|  |   | SCHEDULE                     |                               |                |  |
|  | ОТІ   | HER RECURRING AND NO         | N-RECURRING CHARGES           |                |  |
| RECURRING CHA                            | ARGES   |                              |                               |                |  |
| Applicable:                              | To all customer b   | ills                         |                               |                |  |
| Purchased Powe                           | er Cost Adjustment:   | (PPCA)                       |                               |                |  |
|  | -   |                              |                               |                |  |
| Beginning July 1                         | 5, 2018 all custome   | r bills will be increased by | 2.61%. The purpose of the     | PPCA is to     |  |
| allow the compa                          | ny to adjust its rate   | s when its power supply co   | osts increase or decrease.    | The PPCA is    |  |
| expressed as a p                         | ercentage, which or   | nly applies to the monthly   | charges for service as listed | d in schedule  |  |
| Nos.1,2 and 4. I                         | t does not apply to t   | the total bill amount, which | h includes other charges su   | ch as          |  |
| the DEQ fee and                          | the City of Boise fra   | anchise fee shown below.     |                               |                |  |
| City of Boise Fra                        | nchise Fee:   |                              |                               |                |  |
|  |   | ov 3% for payment of France  | chise Fees assessed by the    | City of Boise. |  |
|  | Environmental Qual  |                              | Ander ees assessed by the     | 0.07 0.00.00.  |  |
|  |   | •                            | ssment required by the Ida    | iho            |  |
|  | invironmental Quali   |                              | sometic required by the rad   |                |  |
| bepartment of E                          | v.ii omii entai Quan  | -,-                          |                               |                |  |
| NON-RECURRIN                             | G CHARGES   |                              |                               |                |  |
| Applicable:                              | To all customer b   | ills                         |                               |                |  |
| 1  |   |                              | d to any customer who has     | 5              |  |
|  | Reconnection Charges: A reconnection charge will be assessed to any customer who has been voluntarily or involuntarily disconnected in compliance with the Idaho Public Utilities |                              |                               |                |  |
|  |   |                              | es do not apply to custome    |                |  |
|  |   | nected for the convenience   |                               |                |  |
|  | Reconnection Cha  |                              |                               | \$20.00        |  |
|  |   | _                            | Calls" charges also apply.    | ,              |  |
| Customer Requ                            |   | During Normal Business       |                               | \$0.00         |  |
|  |   | Other Than Normal Busin      |                               | \$20.00        |  |
|  | Service call charg  |                              | vice call resulted in repair  | ¥              |  |
|  |   | uipment through no fault o   | ·                             |                |  |
|  | ,   |                              |                               |                |  |
| Normal Business                          | s Hours are 8:00 AM   | to 5:00 PM Monday throu      | ugh Friday excluding          |                |  |
|  |   | State Government Offices     | ,                             |                |  |
|  | ,   |                              |                               |                |  |
| Returned Check                           | Charge: In the eve  | nt a customers check is ret  | turned by the Company's b     | ank for        |  |
| 1  |   | e the customer's account a   |                               | \$15.00        |  |
|  | . ,   |                              | 0                             | ,              |  |
| Meter Testing Fee: Not Currently in Use. |   |                              |                               |                |  |
|  | ,   |                              |                               |                |  |
|  |   |                              |                               |                |  |
|  |   |                              |                               |                |  |
| Issued                                   | May 30, 2018  | Effect                       | íve                           | July 15, 2018  |  |

Ву

Title

President