## BEFORE THE IDAHO PUBLIC UTILITIES COMMISSION

IN THE MATTER OF CDS STONERIDGE	)	<b>CASE NO. SWS-W-24-01</b>
UTILITIES, LLC'S APPLICATION FOR	)	
AUTHORITY TO INCREASE ITS RATES	)	ORDER NO. 36389
AND CHARGES FOR WATER SERVICE IN	)	
THE STATE OF IDAHO	)	
	)	

On February 28, 2024, CDS Stoneridge Utilities, LLC ("Company" or "Stoneridge") applied for authorization to increase its rates and charges for water service ("Application"). The Company made a separate supplemental filing requesting an April 1, 2024, effective date.<sup>1</sup>

On March 13, 2024, the Idaho Public Utilities Commission ("Commission") issued a Notice of Application, Notice of Intervention Deadline, and Notice of Suspension of Proposed Effective Date. Order No. 36116. The Stoneridge Property Owners Association, Inc. ("SPOA"), the Stoneridge Recreational Club Condominium Owners Association, Inc. ("SRCCOA"), and an individual, Randolph Garrison, *pro se*, petitioned to intervene (collectively the "Intervenors"). Order Nos. 36144 and 36163.

On September 13, 2024, the Commission issued an order establishing an October 2, 2024, Commission Staff ("Staff") comment deadline, an October 16, 2024, Intervenor comment deadline, and an October 30, 2024, Company reply deadline. Order No. 36323.

On October 2, 2024, Staff filed comments recommending a 27.1% increase leading to a proposed revenue requirement of \$292,795. The Intervenors agreed with Staff's recommendation. On October 30, 2024, the Company filed comments recommending a 124.3% increase leading to a proposed revenue requirement of \$477,193.

At the Commission's November 7, 2024, decision meeting, Staff presented a Decision Memorandum summarizing Staff's motion to accept the correction of a calculation error in the record and allow the Company time to comment on the calculation error. Staff stated that correcting this error, and the underlying categories affected by it, would reduce Staff's proposed revenue requirement by \$21,682 to \$271,113—effectively reducing Staff's 27.1% proposed increase to 17.6%. Staff stated that this correction did not include any new adjustments, but instead

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<sup>&</sup>lt;sup>1</sup> In its Application the Company initially requested a July 1, 2024, effective date. *See* Application Attachment G.

corrects the gross calculation. Staff requested that the Commission accept the correction as part of the record.

Staff noted that the Company also adopted the error in its model which it relied on for its reply comments. Staff stated that fixing this same error in the Company's model would reduce its proposed revenue requirement by \$26,646 to \$450,546—effectively reducing the Company's proposed increase from 124.3% to 111.7%. Staff asked that the Company have until November 13, 2024, to submit comments on the narrow issues surrounding the correction of the error.

Staff also requested that the Commission expedite its consideration of this issue in accordance with IDAPA 31.01.01.256.

## COMMISSION FINDINGS AND DECISION

The Commission has jurisdiction over Stoneridge and the issues in this case under Title 61 of the Idaho Code. Specifically, the Commission regulates "public utilities," including "water corporations" that serve the public or some portion thereof for compensation. *See Idaho Code* §§ 61-125, -129, -501, -502, -503, -507, -523, and -622.

The Commission grants the relief requested pursuant to the Commission's Rule of Procedure 256. IDAPA 31.01.01.256.03. The Commission believes that correcting this error in the gross calculation, as described by Staff, will allow this case to be based on the methodology and accounting practices that have been consistently relied on by this Commission. While we regret that this mistake was included in the record, we must ensure that when we make our decision it is based on the most accurate record available. To the extent that the error affects any the recommendations that the Commission may rely upon, allowing for the correction of this error will best position the Commission to avoid inadvertently approving a rate based upon a miscalculation. For these reasons, we grant Staff's request regarding the correction of the error (and underlying affected categories) in the record. The Commission also believes that it is appropriate to allow the Company to comment on the issue to the degree that this update affects the Company's recommendations. The Commission hereby grants the Company until November 13, 2024, to comment on the matter. The Company's response should be narrowly tailored to addressing the error corrected in Staff's comments.

## **ORDER**

IT IS HEREBY ORDERED that the error discussed above shall be corrected in the record. Therefore, Staff's recommendation for the proposed rate increase in this case shall hereinafter be

17.6%; Staff's recommendation for the revenue requirement in this case is adjusted to \$271,113. The Commission orders that the affected underlying categories that contribute to these numbers also be corrected.

IT IS FURTHER ORDERED that the Company has until November 13, 2024, to file comments on the issue of Staff's correction and make recommendations that are narrowly tailored to addressing the correction.

IT IS FURTHER ORDERED that parties comply with Order No. 35375, issued April 21, 2022. Generally, all pleadings should be filed with the Commission electronically and will be deemed timely filed when received by the Commission Secretary. *See* Rule 14.02. Service between parties should continue to be accomplished electronically when possible. However, voluminous discovery-related documents may be filed and served on CD-ROM or a USB flash drive.

THIS IS AN INTERLOCUTORY ORDER rather than a final and appealable Order of the Commission. While the Commission may review, stay, or clarify an interlocutory order, the period of reconsideration will not begin until the Final Order is issued.

DONE by Order of the Idaho Public Utilities Commission at Boise, Idaho this 12<sup>th</sup> day of November 2024.

ERIC ANDERSON, PRESIDENT

AN R. HAMMOND JR., COMMISSIONER

EDWARD LODGE, COMMISSIONER

ATTEST:

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